



Nkomazi Municipality

**THREE YEAR DRAFT
ANNUAL OPERATIONAL
AND
CAPITAL BUDGET
2012/2013 – 2014/2015
MTREF**

DRAFT ANNUAL BUDGET OF

NKOMAZI MUNICIPALITY

2012/13 TO 2014/15
MEDIUM TERM REVENUE AND EXPENDITURE FORECASTS

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Abbreviations and Acronyms

AMR	Automated Meter Reading	ℓ	litre
ASGISA	Accelerated and Shared Growth Initiative	LED	Local Economic Development
BPC	Budget Planning Committee	MEC	Member of the Executive Committee
CBD	Central Business District	MFMA	Municipal Financial Management Act Programme
CFO	Chief Financial Officer	MIG	Municipal Infrastructure Grant
CM	City Manager	MMC	Member of Mayoral Committee
CPI	Consumer Price Index	MPRA	Municipal Properties Rates Act
CRRF	Capital Replacement Reserve Fund	MSA	Municipal Systems Act
DBSA	Development Bank of South Africa	MTEF	Medium-term Expenditure Framework
DORA	Division of Revenue Act	MTREF	Medium-term Revenue and Expenditure Framework
DWA	Department of Water Affairs	NERSA	National Electricity Regulator South Africa
EE	Employment Equity	NGO	Non-Governmental organisations
EEDSM	Energy Efficiency Demand Side Management	NKPIs	National Key Performance Indicators
EM	Executive Mayor	OHS	Occupational Health and Safety
FBS	Free basic services	OP	Operational Plan
GAMAP	Generally Accepted Municipal Accounting Practice	PBO	Public Benefit Organisations
GDP	Gross domestic product	PHC	Provincial Health Care
GDS	Gauteng Growth and Development Strategy	PMS	Performance Management System
GFS	Government Financial Statistics	PPE	Property Plant and Equipment
GRAP	General Recognised Accounting Practice	PPP	Public Private Partnership
HR	Human Resources	PTIS	Public Transport Infrastructure System
HSRC	Human Science Research Council	RG	Restructuring Grant
IDP	Integrated Development Strategy	RSC	Regional Services Council
IT	Information Technology	SALGA	South African Local Government Association
kℓ	kilolitre	SAPS	South African Police Service
km	kilometre	SDBIP	Service Delivery Budget Implementation Plan
KPA	Key Performance Area	SMME	Small Micro and Medium Enterprises
KPI	Key Performance Indicator		
kWh	kilowatt		

Part 1 – Annual Budget

1.1 Mayor's Report

To be submitted with the final document

1.2 Council Resolutions

On the 30th of March 2012 council approved the draft three year operational and capital budget for 2012/2013 – 2014/15 MTREF under item number **S-GCM: A127/2012**, the resolution was as follows:

1. The total Draft Annual Operating Revenue Budget for the 2012/2013 financial year for the amount of **R422 161 000** is approved as tabled.
2. The total Draft Annual Operational Expenditure for the 2012/2013 Financial Year amounting to **R505 880 000** is approved as tabled.
3. The total Draft Annual Capital Budget of the 2012/2013 financial year for the amount of **R194 302 000** is approved as tabled.
4. The total sum of **R700,182,000** for the Draft Annual Budget for Nkomazi Municipal Council for the financial year 2012/2013 and as indicative of the two projected outer years 2013/2014 and 2014/2015, is approved as tabled by Council for the 2012/2013 Financial Year.
5. The general Annual tariff increase of approximately 10% of the Assessment Rates, Water & Sanitation charges increases at 10% and the electricity tariff increase of 27.06% is approved as tabled.

1.3 Executive Summary

The application of sound financial management principles for the compilation of the municipality's financial plan is essential and critical to ensure that the municipality remains financially viable and that municipal services are provided sustainably, economically and equitably to all communities.

The municipality's business and service delivery priorities were reviewed as part of this year's planning and budget process. Where appropriate, funds were transferred from low- to high-priority programmes so as to maintain sound financial stewardship.

The municipality has embarked on implementing a range of revenue collection strategies to optimize the collection of debt owed by consumers. Furthermore, the municipality has undertaken various

customer care initiatives to ensure the municipality truly involves all citizens in the process of ensuring a people lead government.

National Treasury's MFMA Circular No. 51, 54, 55 and 58 were used to guide the compilation of the 2012/13 MTREF.

The main challenges experienced during the compilation of the 2012/13 MTREF can be summarised as follows:

- The ongoing difficulties in the national and local economy;
- Aging and poorly maintained water, roads and electricity infrastructure;
- The need to reprioritise projects and expenditure within the existing resource envelope given the cash flow realities and declining cash position of the municipality;
- The increased cost of bulk electricity (due to tariff increases from Eskom), which is placing upward pressure on service tariffs to residents. Continuous high tariff increases are not sustainable - as there will be point where services will no-longer be affordable;
- Wage increases for municipal staff that continue to exceed consumer inflation, as well as the need to fill critical vacancies.

The following budget principles and guidelines directly informed the compilation of the 2012/13 MTREF:

- Tariff and property rate increases should be affordable and should generally not exceed inflation as measured by the CPI, except where there are price increases in the inputs of services that are beyond the control of the municipality, for instance the cost of bulk water and electricity. In addition, tariffs need to remain or move towards being cost reflective, and should take into account the need to address infrastructure backlogs;
- There will be no budget allocated to national and provincial funded projects unless the necessary grants to the municipality are reflected in the national and provincial budget and have been gazetted as required by the annual Division of Revenue Act;

In view of the aforementioned, the following table is a consolidated overview of the proposed 2012/13 Medium-term Revenue and Expenditure Framework:

Table 1 Consolidated Overview of the 2012/13 MTREF

R thousands	Adjusted Budget	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Total Operating Revenue	374 556	422 161	451 594	492 614
Total Operationg Expenditure	447 284	505 880	519 909	548 677
Surplus/(Deficit)	(72 728)	(83 720)	(68 315)	(56 063)
Capital expenditure	174 764	194 302	181 528	197 963

Total operating revenue has grown by 12.71 per cent or R47.6 million for the 2012/13 financial year when compared to the 2011/12 Adjustments Budget. For the two outer years, operational revenue will increase by 6.97 and 9.08 per cent respectively, equating to a total revenue growth of R118 million over the MTREF when compared to the 2011/12 financial year.

Total operating expenditure for the 2012/13 financial year has been appropriated at R505.8 million and translates into a budgeted deficit of R83.7 million. When compared to the 2011/12 Adjustments Budget, operational expenditure has grown by 13.1 per cent in the 2012/13 budget and by 2.8 and 5.5 per cent for each of the respective outer years of the MTREF. The operating deficit for the two outer years steadily reduces to R68.3 million and R56.1 million. These deficits is due to the implementation of GRAP 17 accounting standard has meant bringing a range of assets previously not included in the assets register onto the register. This has resulted in a significant increase in depreciation relative to previous years.

The capital budget of R194.3 million for 2012/13 is 11.2 per cent above when compared to the 2011/12 Adjustment Budget. The increment is due to increase of conditional grants allocated to the municipality. The capital programme increases to R181.5 million in the 2013/14 financial year and R197.9 million 2014/15. A substantial portion of the capital budget will be funded from conditional grants over MTREF.

The following table indicates funding sources of the capital budget

R thousands	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
National Government	145 585	147 284	164 632
Internally generated funds	48 716	34 244	33 331
	194 302	181 528	197 963

1.4 Operating Revenue Framework

For Nkomazi Municipality to continue improving the quality of services provided to its citizens it needs to generate the required revenue. In these tough economic times strong revenue management is fundamental to the financial sustainability of every municipality. The reality is that we are faced with development backlogs and poverty. The expenditure required to address these challenges will

inevitably always exceed available funding; hence difficult choices have to be made in relation to tariff increases and balancing expenditures against realistically anticipated revenues.

The following table is a summary of the 2012/13 MTREF (classified by main revenue source):

Table 2 Summary of revenue classified by main revenue source

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Revenue By Source										
Property rates	23 084	35 577	29 015	48 000	48 000	48 000	48 000	52 800	58 080	63 888
Property rates - penalties & collection charges										
Service charges - electricity revenue	24 202	28 071	32 895	36 896	36 896	36 896	36 896	40 586	44 644	49 109
Service charges - water revenue	7 693	9 119	17 553	15 314	15 314	15 314	15 314	16 845	18 530	20 383
Service charges - sanitation revenue	2 771	2 270	3 948	2 708	2 708	2 708	2 708	2 978	3 276	3 604
Service charges - refuse revenue	3 144	3 343	948	4 041	4 041	4 041	4 041	4 445	4 890	5 379
Service charges - other	1	–	–	660	660	660	660	726	799	878
Rental of facilities and equipment	848	541	3 420	1 508	1 508	1 508	1 508	1 665	1 831	2 014
Interest earned - external investments	17 623	8 221	4 532	7 016	2 016	2 016	2 016	7 717	8 489	9 338
Interest earned - outstanding debtors	1 253	1 165	–	6	6	6	6	7	7	8
Dividends received										
Fines	613	373	553	1 506	1 506	1 506	1 506	1 650	1 815	1 997
Licences and permits	20	20	–	42	42	42	42	47	51	57
Agency services	7 911	7 480	7 071	8 681	8 681	8 681	8 681	9 549	10 503	11 554
Transfers recognised - operational	168 166	174 578	217 758	245 591	249 101	249 101	249 101	278 664	293 747	318 982
Other revenue	22 618	22 860	5 256	4 145	4 078	4 078	4 078	4 482	4 930	5 424
Gains on disposal of PPE	586	–								
Total Revenue (excluding capital transfers and contributions)	280 531	293 617	322 949	376 114	374 556	374 556	374 556	422 161	451 594	492 614

In line with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from the operating statement, as inclusion of these revenue sources would distort the calculation of the operating surplus/deficit.

In the 2011/12 financial year, revenue from rates and services charges totalled R107.6 million or 28.7 per cent. This increases to R118.3 million, R130.2 million and R143.2 million in the respective financial years of the MTREF. A notable trend is the increase in the total percentage revenue generated from rates and services charges which increases from 28.7 per cent in 2011/12 to 29.1 per cent in 2014/15. The above table excludes revenue foregone arising from discounts and rebates associated with the tariff policies of the Municipality. Details in this regard are contained in MBRR SA1.

Property rates revenue source totalling 11.3 per cent or R48 million rand and increases to R63.9 million by 2014/15. The third largest sources is 'other revenue' which consists of various items such as income received from permits and licenses, building plan fees, connection fees, transport fees and advertisement fees. Departments have been urged to review the tariffs of these items on an annual basis to ensure they are cost reflective and market related.

Operating grants and transfers totals R249.1 million in the 2011/12 financial year and steadily increases to R318.9 million by 2014/15. Note that the year-on-year growth for the 2012/13 financial year is 11.8 per cent and then flattens out to 5.4 and 8.6 per cent in the two outer years.

The following table gives a breakdown of the various operating grants and subsidies allocated to the municipality over the medium term:

Table 3 Operating Transfers and Grant Receipts

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
RECEIPTS:									
Operating Transfers and Grants									
National Government:	168 166	174 578	209 693	247 229	250 333	250 333	273 944	283 747	304 982
Local Government Equitable Share	144 660	157 899	196 588	234 566	234 566	234 566	259 653	278 075	298 694
Finance Management	500	750	1 000	1 250	1 250	1 250	1 500	1 500	1 750
Municipal Systems Improvement	735	735	750	790	790	790	800	870	950
Water Services Operating Subsidy	22 270	15 194	11 355	8 985	9 059	9 059	7 494		
EPWP Incentive				1 638	1 638	1 638	1 366		
MIG-PMU Operational					3 030	3 030	3 131	3 302	3 588
Provincial Government:	-	-	-	-	-	-	4 720	10 000	14 000
Refurbishment (DWA)							4 720	10 000	14 000
Other grant providers:	-	-	-	-	480	480	-	-	-
<i>LGSETA Learnership grant</i>					480	480			
Total Operating Transfers and Grants	168 166	174 578	209 693	247 229	250 813	250 813	278 664	293 747	318 982

Tariff-setting is a pivotal and strategic part of the compilation of any budget. When rates, tariffs and other charges were revised, local economic conditions, input costs and the affordability of services were taken into account to ensure the financial sustainability of the municipality.

National Treasury continues to encourage municipalities to keep increases in rates, tariffs and other charges as low as possible. Municipalities must justify in their budget documentation all increases in excess of the 6 per cent upper boundary of the South African Reserve Bank's inflation target. Excessive increases are likely to be counterproductive, resulting in higher levels of non-payment.

The percentage increases of Eskom bulk tariffs are far beyond the mentioned inflation target. Given that these tariff increases are determined by external agencies, the impact they have on the municipality's electricity and in these tariffs are largely outside the control of the municipality. Discounting the impact of these price increases in lower consumer tariffs will erode the municipality's future financial position and viability.

It must also be appreciated that the consumer price index, as measured by CPI, is not a good measure of the cost increases of goods and services relevant to municipalities. The basket of goods and services utilised for the calculation of the CPI consist of items such as food, petrol and medical services, whereas the cost drivers of a municipality are informed by items such as the cost of remuneration, bulk purchases of electricity and water, petrol, diesel, chemicals, cement etc. The current challenge facing the municipality is managing the gap between cost drivers and tariffs levied, as any shortfall must be made up by either operational efficiency gains or service level reductions. Within this framework the municipality has undertaken the tariff setting process relating to service charges as follows.

1.4.1 Property Rates

Property rates cover the cost of the provision of general services. Determining the effective property rate tariff is therefore an integral part of the municipality's budgeting process.

National Treasury's MFMA Circular No. 51 deals, inter alia with the implementation of the Municipal Property Rates Act, with the regulations issued by the Department of Co-operative Governance. These regulations came into effect on 1 July 2009 and prescribe the rate ratio for the non-residential categories, public service infrastructure and agricultural properties relative to residential properties to be 0,25:1. The implementation of these regulations was done in the previous budget process and the Property Rates Policy of the Municipality has been amended accordingly.

1.4.2 Sale of Water and Impact of Tariff Increases

South Africa faces similar challenges with regard to water supply as it did with electricity, since demand growth outstrips supply. Consequently, National Treasury is encouraging all municipalities to carefully review the level and structure of their water tariffs to ensure:

- Water tariffs are fully cost-reflective – including the cost of maintenance and renewal of purification plants, water networks and the cost associated with reticulation expansion;
- Water tariffs are structured to protect basic levels of service and ensure the provision of free water to the poorest of the poor (indigent); and
- Water tariffs are designed to encourage efficient and sustainable consumption.

In addition National Treasury has urged all municipalities to ensure that water tariff structures are cost reflective by 2014.

Better maintenance of infrastructure, new dam construction and cost-reflective tariffs will ensure that the supply challenges are managed in future to ensure sustainability.

A tariff increase of 10 per cent from 1 July 2012 for water is proposed. In addition 6 kℓ water per 30-day period will again be granted free of charge to all residents.

1.4.3 Sale of Electricity and Impact of Tariff Increases

NERSA has announced the revised bulk electricity pricing structure. A 27.06 per cent increase in the Eskom bulk electricity tariff to municipalities will be effective from 1 July 2012.

Registered indigents will again be granted 50 kWh per 30-day period free of charge. In addition those residential customers that are not registered as indigent, but that consume less than 100 kWh per 30-day period will receive 50 kWh free of charge.

It should further be noted that NERSA has advised that a stepped tariff structure needs to be implemented from 1 July 2012. The effect thereof will be that the higher the consumption, the higher the cost per kWh. The aim is to subsidise the lower consumption users (mostly the poor).

1.4.4 Sanitation and Impact of Tariff Increases

A tariff increase of 10 per cent for sanitation from 1 July 2012 is proposed.

1.4.5 Waste Removal and Impact of Tariff Increases

Currently solid waste removal is operating at a deficit. It is widely accepted that the rendering of this service should at least break even, which is currently not the case. The municipality will have to implement a solid waste strategy to ensure that this service can be rendered in a sustainable manner over the medium to long-term. The main contributors to this deficit are repairs and maintenance on vehicles, increases in general expenditure such as petrol and diesel and the cost of remuneration.

A 10 per cent increase in the waste removal tariff is proposed from 1 July 2012.

1.4.6 Overall impact of tariff increases on households

The following table shows the overall expected impact of the tariff increases on municipal services

: PROPOSED TARIFF CHARGES FOR THE 2012/2013 FINANCIAL YEAR		 Nkomazi Municipality			
ALL CHARGES ARE VAT EXCLUSIVE!!!					
1.1 ASSESSMENT RATES		EXISTING 2011/2012	PROPOSED 2012/2013		
Unimproved Residential Stands Marloth Park		0.032	0.035		
Unimproved Residential Stands		0.034	0.037		
Improved Residential Stands		0.0075	0.008		
Business		0.016	0.017		
Agricultural		0.0043	0.0047		
State Owned		0.012	0.013		
PSI		0.043	0.0047		
Residential- Consolidated or Notarial Tide - 2 stands		20%	20%		
-3 stands		30%	30%		
-4 stands or more		40%	40%		
RDP Houses (Flat rate)		R 15.00	R 15.00		
Entrance Control Levy - improved stands		R 35.00	R 35.00		
Entrance Control Levy - unimproved stands		R 15.00	R 15.00		
1.2 ASSESSMENT RATES REBATE:					
In terms of Section 6 of the Local Government: Municipal Property Rates Act,2004 (No 6 of 2004) a further remission be granted of pensioners and permanent disable persons on the following conditions:					
(i)	An applicant shall be the registered owner and the permanent occupier of the property in question, which property is				
(ii)	Applicants shall be a pensioner of permanent medically disabled person with an income less than R1,200 per month 40%				
(iii)	The aforementioned detail shall be verified by an affidavit.				
That notice be given in terms of the Municipal Finance Act Management Act,(No 56 of 2003), to the effect that the assessment rates due on 1 July 2003 shall be payable in twelve equal monthly instalments on or before the due date printed on the face of the account, failing which, interest equal to the prime rate as determined by the South African Reserve Bank per annum, will be charged in terms of section 50A of the Local Government Ordinance (Ordinance 17 of 1939) on amounts in arrear after the fixed day and defaulters are liable to legal proceedings for recovery of such arrear amounts.					
2.1 WATER					
Basic charge		R 73.41	80.71		
Water consumption per kl		R 3.74	4.11		
Kamhlushwa Residential Yard Connections					
1-6kl		R 3.62	3.98		
6-20kl		R 4.59	5.04		
20-40kl		R 5.03	5.53		
40 + kl		R 5.37	5.90		
Kamhlushwa Stand Pipe					
1-6kl		R 1.93	2.12		
6-20kl		R 2.71	2.98		
20-40kl		R 3.25	3.57		
40 + kl		R 3.66	4.02		
Kamhlushwa Business					
1-20kl		R 4.90	5.39		
20-40kl		R 5.72	6.29		
40 + kl		R 6.35	6.98		
Phosaville		R 1.65	1.81		
2.2 MARLOTH PARK					
Basic Charge		R 18.32	R 20.18		

3. ELECTRICITY		
Basic charge Residential	R45.05 per month	100.00
Energy charge Residential KwH	R 0.70	0.84
Basic charge Business < 70 Amp (single phase)	R150.77 per month	300.00
Energy charge Business < 70 Amp (single phase)	R 0.69	0.82
179 Basic charge Business < 150 Amp (three phase)	R179.99 per month	524.40
Energy charge Business <150 Amp (three phase)	R 0.69	0.82
Basic charge Business > 150 Amp (three phase)	R330.85 per month	798.00
Demand charge Business > 150 Amp (KVA three phase)	R 88.09	131.07
Energy charge Business > 160 Amp (three phase)	R 0.43	0.51
Domestic Prepay Tariff	R 0.85	1.02
Basic Charge Prepaid	NIL	NIL
4. REFUSE		
Refuse Residential once a week services	R 36.10	39.71
Refuse Residential twice a week services	R 72.88	80.16
Refuse Residential Rural once a week services	R 17.44	19.18
Refuse Business once a week services	R 48.16	52.97
Refuse Business twice a week services	R 105.88	116.46
Business - (one container)	R 102.15	112.36
- 1.75cubic meters (20 containers)	R 2 043.08	2 247.58
- 2.5cubic meters (29 containers)	R 2 558.45	2 814.29
0 Public Institutions Schools/Clinics	R 95.74	105.31
Clearing Grass and Bushes on Open Stands	R 729.23	802.15
Clearing of General Waste on Open Stands	R 512.93	564.22
Removal of Building Rubble	R 512.93	564.22
Removal of Garden Refuse	R 290.46	319.50
Cutting of Large Trees	R 290.46	319.50
5. SEWERAGE	EXISTING 2011/2012	PROPOSED 2012/13
Sewerage Fixed charge (1 st 2 points)	R 117.76	129.53
Sewerage (Additional Points) per point	R 44.31	48.74
Available charge – Empty stands	R 58.30	64.13
Sewerage charge M'hlakip per kl	R 2.34	2.57
Sewerage Fixed charge (1 st 2 points) Hectorspruit	R 53.64	59.00
Sewerage (Additional points) Hectorspruit per point	R 26.59	29.24
Chemical Toilet per day	R 729.23	802.15
Septic Tank Drainage	R 291.04	320.14
	R5.89/m(min R462.00)	R6.47/m(min R508.20)
6. BUILDING PLAN FEES		
7. PAVEMENT DEPOSIT	R 618	679.83

8. TOWN PLANNING TARIFFS:		
Application in accordance with Section 6 (1) of the division of Land, Ordinance 1986 (Ordinance No. 20 of 1986) – Division of farm portion	R 1 656	1 821.06
Application in accordance with Section 57 (1)(b) of the Town Planning and Township Ordinance, 1986 (Ordinance No.15 of 1986) – Reasons for Municipality's decision	R 278	306.15
Application in accordance with Section 56 (1)(a) of the Town Planning and Townships Ordinance, 1986 (Ordinance No.15 of 1986) – Amendment scheme/rezoning	R 2 064	2 270.18
Application in accordance with Section 96 (2)(b) of the Town Planning and Townships Ordinance, 1986 (Ordinance No.15 of 1986) – Townships Establishment Applications	R 4 821	5 302.64
Application in accordance with Section 96 (4)(a) of the Town Planning and Townships Ordinance, 1986 (Ordinance No.15 of 1986) – Amendment of a Township Establishment		
i) If already approved by Municipality	R 4 821	5 302.64
ii) If not already approved by Municipality	R 2 064	2 270.18
Application in accordance with Section 92 (1)(a) of the Town Planning and Townships Ordinance, 1986 (Ordinance No.15 of 1986) – Sub –division:		
i) For first five (x5) erven	R 414	455.27
ii) Six (x6) plus erven	R166.74/erf	183.34
Application in accordance with Section 92 (1)(b) of the Town Planning and Townships Ordinance, 1986 (Ordinance No.15 of 1986) – Consolidation	R 278	305.27
Application in accordance with Section 125 of the Town Planning and Townships Ordinance, 1986 (Ordinance No. 15 of 1986) – Amendment Scheme on Township Establishment Application:		
i) 1 to 100 erven	R 3 443	3 786.85
ii) 101 to 200 erven	R 3 753	4 540.36
iii) 201 to 500 erven	R 4 821	5 302.78
501 to 1000 erven	R 5 500	6 050.00
Hearing and inspection fees in accordance with Annexure 17 of Regulation 41 B©, of the Town Planning and Townships Ordinance 1986 (0.15 of 1986)	R 679	747.38
Application for special utilization rights (In terms of the Town Planning Schemes in operation, as well as the urban settlement areas) (consent use)	R 1 360	1 495.62
Issuing of Certificates	R 70	76.32
9. SUNDRY TARIFFS:		
1. Reason for Council's decision	R 878	965.79
2. Building relaxations Fees	R 693	762.29
3. General information (written)	R14.91per letter	R16.67 per letter
4. Building Inspections: Swimming pools	R 130	142.99
5. Sub Division of Stand – service contribution (civil)	R 6 551	7 205.86

10.ESTATES & BUILDINGS:RENTAL		
10.1 MARLOTH PARK		
i) Chalets per night		
Non Property Owners	R 323	355.27
Property Owner	R 282	309.65
Persons 60+ (public & school holidays excluded)	R 196	214.92
ii) Rondavels per night	EXISTING 2011/2012	PROPOSED 2012/2013
Non Property Owne	R 272.80	300.00
Property Owner	R 222.80	244.74
Persons 60+ (public & school holidays excluded)	R 173.69	191.23
iii) Caravan Sites		
Non Property Owner	R 108.78	119.30
Property Owner	R 92.64	101.76
Persons 60+ (public & school holidays excluded)	R 92.99	102.64
iv) Entrance Fees		
Henk van Rooyen Park		
Property Owner	Free	Free
Non Property Owner	R43.86 per person	48.26 per person
Rental Recreation Centre	R100.00 p/day	R109.65 per day
Lionspruit		
Non Property Owner	R52.63 per vehicle	57.90
Safari Game Vehicles	R163.15 per vehicle	178.84
Season Tickets - Property Owner (1 st ticket)	Free	FREE
- Property Owner 2 nd ticket)	R 260.53	286.58
- Non Property Owner	R 927.19	1 020.18
Deposit	R 247.37	271.93
Rental – Private per day	R 617.54	679.83
- Church Services per day	R 134.21	149.13
10.3 STADIUMS		
Deposit	R 617.54	679.83
Rental – per day	R 1 235.08	1 359.65
Churches	R 495.61	544.72

10.4 CEMETERIES		
10.4.1 URBAN		
Burial Fees:		
Within jurisdiction - Adults	R 600.88	660.53
NI. (Kaapmuiden) - Children	R 421.05	463.16
(Malelane & Hectorspruit) - Internment in one grave – additional	R 120.18	131.58
Outside jurisdiction - Adults	R 721.05	793.86
- Children	R 479.83	526.32
Enlargement of Grave	R 120.18	131.58
Reserving Graves:		
Per grave per person resident in jurisdiction at time of decease	R 300.88	330.71
Per grave per person NOT resident in jurisdiction at time of decease	R 539.47	592.99
Per niche	R 179.83	197.37
Wall of Remembrance:		
Per single niche, per single emplacement	R 300.88	330.71
Per Double niche, per double emplacement	R 539.47	592.99
Memorial Stones:		
Consent for erection of memorial stone	R 120.18	131.58
Re-opening of Graves	R 300.88	330.71
10.4.2 RURAL		
Burial Fees:		
In jurisdiction - Adults	R 96.49	106.15
NI. (Kamhlushwa) - Children	R 42.98	47.37
- Internment in one grave – additional	R 30.70	33.34
Outside jurisdiction - Adults	R 120.18	131.58
- Children	R 72.81	79.83
Enlargement of Grave	R 30.70	34.22
Reserving Graves:		
Per grave per person resident in jurisdiction at time of decease	R 300.88	330.71
Per grave per person NOT resident in jurisdiction at time of decease	R 539.47	592.99
Memorial Stones:		
Consent for erection of memorial stone	R 84.21	92.11
Wall of Remembering:		
Per single niche	R 300.88	330.71
Re-opening of Graves	R 300.88	330.71
11. HAWKER FEES:	EXISTING 2011/2012	PROPOSED
Rent of Site Fee (per month)	R 19.30	21.06
License Application Fee	R 67.54	74.57
Hawker License (per annum)	R 147.64	162.23
Taxi Rank Fees (per annum)	R 220.00	242.00

<u>12. BANNERS, POSTERS & ADVERTISEMENT</u>		
Deposit: Posters (excluding elections)	R 617.54	678.95
Deposit: Posters in a elections	R 926.33	1 018.96
Deposit: For each banner	R 617.54	678.95
Application Fee for Public Display of Advertisement Boards	R 372.46	409.70
Public Display of Advertisement Boards smaller than 6 m ²	R 926.33	1 018.96
Public display of Advertisement Boards bigger than 6 m ²	R 2 472.11	2 719.32
Advertisement on Municipal Statements	R275.00pm.	302.50
Display of Billboards	R6180.27p/annum	6 798.29
Illuminated Signs	R100.00 p/m	110.00
Temporary Signs	R100.00 per sign	110.00
Street Name Advertising Structures	R 926.33	1 018.96
Loose Standing Signs	R 926.33	1 018.96
Street Light Poles (N4)	R7 200.00 per annum	7 920.00
Advertisement on Municipal Trucks	R3706.23 per annum	4 076.85
Poundage Fee	R100-00 per day	110.00 per day
<u>Furnishing of information and issuing of Certificates:</u>		
Application of Safety Certificate	R 61.76	67.55
Issuing of Safety certificate	R 123.51	135.97
<u>13. LIBRARY:</u>		
Membership Fees: Adult per year	R 55.26	60.53
Membership Fees: Children under 18 years, pensioner & students	R 24.56	26.32
Penalties: Books per week	R 2.41	2.64
Special Demand	R 6.27	7.02
Visitor's Deposit	R 149.58	164.04
<u>14. FEE GENERAL CLEANSING:</u>		
i) Removal of building rubbish	R275.00 per m	302.50
ii) Removal of gardening rubbish	R72.37 PER M	79.60
iii) Cleaning of Stand	R275.00 per m	302.50
<u>15. FURNISHING OF INFORMATION AND ISSUING OF CERTIFICATES</u>		
Clearance Certificates/clearance Cost Schedule/Duplicate/extension	R 54.39	61.41
Valuation Certificates	R 43.42	48.25
Search Fees	R 43.42	48.25
Photocopies: - A4-size	R 2.41	0.88
- A3-size	R 3.87	1.32
Colour copies - A4	R 3.38	1.76
Internet Fees: - 20 Min	R 9.66	10.53
- 30 Min	R 14.48	15.79
- 1 Hour	R 28.96	31.85
- 5 Hours	R 96.50	106.15
Tender documents	R 570.18	627.20
Faxes per page	R 4.35	3.50
Cheque Refer to Drawer	R 149.57	164.04
Copy of Voter Roll	R3.38 per page	R3.50 per page
Copies of Valuation Roll	R3.38 per page	R3.50 per page
Electronic Copy of Valuation Roll	R 863.60	950.00

16. CONNECTION FEES**16.1 WATER**

Nkomazi	R 1 794.74	1 973.69
25mm	R 2 064.91	2 271.93
Testing of Water Meter	R 185.27	203.51
Supply and Installation of meter	Actual cost +15% larger than 25mm	
Changes in installation	Actual cost + 15%	
Civil Service Contribution	R 6 797.82	7 477.20

16.2 ELECTRICITY

Nkomazi - single phase	R 3 150.45	3 464.04
- 3 phase	R5253.96	5 778.95
- single phase pre-paid	R 1 114.48	1 227.20
- 3 phase pre-paid	R 2 719.95	2 991.23
Temporary Connection	R 247.99	271.93
Connection due to non payment	R 188.16	207.02
Call out - Nkomazi	R 247.99	700.00
ampering with meter	R3956.14 plus legal cost	4 351.76
Use of fire hydrant	R308.77 plus labour	339.64
Testing	Actual cost +15%	
Supply and Installation of meter box	Actual cost +15%	
Changes in installation	Actual cost +15%	
Service contribution (civil)	R 2 412.28	2 653.50

17. CLINIC FEES

Health Certificate	R260.53 per certificate	275.44 per certificate
Water Test Result - Bacterial	R 323.25	355.57
- Chemical	R 652.24	717.46

18. BUSINESS FEES

Business License per annum	R 371.50	407.90
Application of Business License	R 149.57	164.04
Other Chargeable Properties:	R 19.30	21.93
RDP HOUSES		

19. BULK SERVICE CONTRIBUTIONS

Residential 1 – Per residential unit	R34 440.00	37 884.00
Residential 2 – Per residential unit	R24 360.00	26 796.00
Residential 3 – Per 100m ² floor area	R20 790.00	22 869.00
Second dwellings – Per application	R22 260.00	24 486.00
Offices – Per 100m ² building floor area	R19 320.00	21 252.00
Hotels & Hostels - Per 100m ² building floor area	R15 330.00	16 863.00
Doctors & Dentists- Per 100m ² building floor area	R18 743.00	20 617.30
Schools & Creches:		
Buildings – Per 100m ² building floor area	R 10 920.00	12 012.00
Size of the Stand- per ha	R157 500.00	173 250.00
Dry Industrial – Per 100m ² of building floor area	R 18 900.00	20 790.00
Wet Industrial – Per 100m ² of building floor area	R 50 925.00	56 017.50
Clubs & Sport Facilities:		
Buildings – Per 100m ² of building floor area	R 8 610.00	9 471.00
Size of the Stand – per ha	R157 500.00	173 250.00
Sport Stadiums:		
Buildings – Per 100m ² of building floor area	R 15 960.00	17 556.00
Size of the Stand – per ha	R157 500.00	173 250.00
Warehouses – Per 100m ² of building floor area	R 4 830.00	5 313.00
Parks – per ha	R157 500.00	173 250.00
Laundries– Per 100m ² of building floor area	R 24 990.00	27 489.00
Butchery– Per 100m ² of building floor area	R27 143.00	29 857.30
Hairdressers– Per 100m ² of building floor area	R37 643.00	41 627.30
Panel Beaters– Per 100m ² of building floor area	R19 425.00	21 367.50
Nursery:		
Buildings – Per 100m ² of building floor area	R9 030.00	9 933.00
Size of the Stand – per ha	R157 500.00	173 250.00
Hospitals - Per 100m ² of building floor area	R39 690.00	43 659.00

1.5 Operating Expenditure Framework

The municipality's expenditure framework for the 2012/13 budget and MTREF is informed by the following:

- Funding of the budget over the medium-term as informed by Section 18 and 19 of the MFMA;
- The capital programme is aligned IDP priorities
- Operational gains and efficiencies will be directed to funding the capital budget and other core services; and
- Strict adherence to the principle of ***no project plan no budget***. If there is no business plan no funding allocation can be made.

The following table is a high level summary of the 2012/13 budget and MTREF (classified per main type of operating expenditure):

Table 3 Summary of operating expenditure by standard classification item

Description	Ref	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue &		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Expenditure By Type											
Employee related costs	2	101 740	128 696	–	171 784	172 946	172 946	172 946	183 403	193 583	204 155
Remuneration of councillors		11 998	13 262	14 107	14 637	13 307	14 092	14 092	17 231	18 341	19 332
Debt impairment	3	1 620	5 445	1 542	1 200	12 500	13 238	13 238	13 175	13 913	14 664
Depreciation & asset impairment	2	30 271	32 583	–	7 438	51 907	51 907	51 907	54 720	57 784	60 905
Finance charges		3 332	2 707	3 109	1 347	1 427	1 427	1 427	1 420	1 499	1 580
Bulk purchases	2	27 136	41 082	–	55 525	55 525	55 525	55 525	58 523	61 800	65 138
Other materials	8	2 410	2 040	134	1 029	1 347	1 347	1 347	1 085	1 146	1 208
Contracted services		3 349	5 486	–	7 557	8 391	8 391	8 391	7 966	8 412	8 875
Transfers and grants		–	–	–	62	69	69	69	66	69	73
Other expenditure	4, 5	80 956	165 930	–	117 370	129 864	129 864	129 864	168 292	163 362	172 746
Loss on disposal of PPE											
Total Expenditure		262 814	397 230	18 892	377 949	447 284	448 806	448 806	505 880	519 909	548 677

The budgeted allocation for employee related costs for the 2012/13 financial year totals R4 billion, which equals 36.2 per cent of the total operating expenditure. Based on the three year collective SALGBC agreement, salary increases have been factored into this budget at a percentage increase of 8.5 per cent for the 2012/13 financial year. An annual increase of 5.5 per cent has been included in the two outer years of the MTREF. As part of the municipality's cost reprioritization and cash management strategy vacancies have been significantly rationalized downwards.

The cost associated with the remuneration of councillors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The most recent proclamation in this regard has been taken into account in compiling the municipality's budget.

The provision of debt impairment was determined based on an annual collection rate of 90 per cent. For the 2012/13 financial year this amount equates to R13.1 million and escalates to R14.6 million by 2013/12. While this expenditure is considered to be a non-cash flow item, it informed the total cost

associated with rendering the services of the municipality, as well as the municipality's realistically anticipated revenues.

Provision for depreciation and asset impairment has been informed by the Municipality's Asset Management Policy. Depreciation is widely considered a proxy for the measurement of the rate asset consumption. Budget appropriations in this regard total R54.7 million for the 2012/13 financial year and equates to 10.8 per cent of the total operating expenditure. Note that the implementation of GRAP 17 accounting standard has meant bringing a range of assets previously not included in the assets register onto the register. This has resulted in a significant increase in depreciation relative to previous years.

Bulk purchases are directly informed by the purchase of electricity from Eskom. The annual price increases have been factored into the budget appropriations and directly inform the revenue provisions. The expenditures include distribution losses.

Other materials comprises of amongst others the purchase materials for maintenance, promotional material and cleaning materials.

Contracted services has been identified as a cost saving area for the municipality. As part of the compilation of the 2012/13 MTREF this group of expenditure was critically evaluated and operational efficiencies were enforced. In the 2012/13 financial year, this group of expenditure totals R7 million. Further details relating to contracted services can be seen in Table SA1.

Other expenditure comprises of various line items relating to the daily operations of the municipality and amounts to R168 million which is 33 per cent of the total operating expenditure. This group of expenditure has also been identified as an area in which cost savings and efficiencies can be achieved.

1.6 Capital expenditure

The following table provides a breakdown of budgeted capital expenditure:

VOTE	DEPARTMENT	2012/2013	SOURCE OF FUNDING			2013/2014	2014/2015		
		BUDGET	AMOUNT	REVENUE	FMG	MIG	INEG	BUDGET	BUDGET
1010 00	EXECUTIVE & COUNCIL	386 000	386 000	-	-	-	-	-	-
1020 00	BUDGET & TREASURY OFFICE	239 000	139 000	100 000	-	-	95 450	-	-
1030 00	CORPORATE SERVICES	7 654 500	7 054 500	-	-	-	800 000	156 000	
1040 00	PLANNING & DEVELOPMENT	4 773 000	4 773 000	-	-	-	2 985 000	-	
1050 00	COMMUNITY & SOCIAL SERVICES	30 805 838	14 703 700	-	16 102 138	-	15 725 000	10 725 000	
1060 00	INFRASTRUCTURE DEVELOPMENT	150 443 194	20 960 000	-	116 883 194	12 600 000	165 808 522	185 881 540	
	TOTAL	194 301 532	48 016 200	100 000	132 985 332	12 600 000	185 413 972	196 762 540	

DEPARTMENT	SECTION	DETAILS	TYPE	SOURCE OF FUNDING	2012/2013 BUDGET		2013/2014 BUDGET		2014/2015 BUDGET	
					NEW	RENEWAL	NEW	RENEWAL	NEW	RENEWAL
EXECUTIVE AND COUNCIL	MAYORAL OFFICE	Desktop X 1		Revenue	10 000					
EXECUTIVE AND COUNCIL	MAYORAL OFFICE	Secretary's chair and 2 visitors chairs		Revenue	6 000					
EXECUTIVE AND COUNCIL	MAYORAL OFFICE	Camera		Revenue	7 000					
EXECUTIVE AND COUNCIL	MAYORAL OFFICE	Furniture-Protocol Officer		Revenue	15 000					
EXECUTIVE AND COUNCIL	MAYORAL OFFICE	Mounting of projector screen		Revenue	20 000					
TOTAL					58 000	-	-	-	-	-
EXECUTIVE AND COUNCIL	OFFICE OF THE SPEAKER	Furniture- Manager X 2		Revenue	50 000					
EXECUTIVE AND COUNCIL	OFFICE OF THE SPEAKER	Furniture- Coordinator CDW		Revenue	20 000					
EXECUTIVE AND COUNCIL	OFFICE OF THE SPEAKER	Furniture- Coordinator Public Participation		Revenue	20 000					
EXECUTIVE AND COUNCIL	OFFICE OF THE SPEAKER	Laptops X 3		Revenue	45 000					
EXECUTIVE AND COUNCIL	OFFICE OF THE SPEAKER	Printer - Manager X 2		Revenue	3 000					
EXECUTIVE AND COUNCIL	OFFICE OF THE SPEAKER	Bakkie - LDV		Revenue	180 000					
EXECUTIVE AND COUNCIL	OFFICE OF THE SPEAKER	Loud hailing system		Revenue	10 000					
TOTAL					328 000	-	-	-	-	-
BUDGET AND TREASURY	FINANCE	Cutlery aand scrocker		Revenue	3 000					
BUDGET AND TREASURY	FINANCE	Laptops X3 (supply chain)		Revenue	45 000					
BUDGET AND TREASURY	FINANCE	Filing cabinet		Revenue	10 000					
BUDGET AND TREASURY	FINANCE	Recorders		Revenue	4 000					
BUDGET AND TREASURY	FINANCE	Camera supply chain		Revenue	4 000					
BUDGET AND TREASURY	FINANCE	Filing cabinets reception		Revenue	7 000					
BUDGET AND TREASURY	FINANCE	Furniture (accountant Expenditure)		Revenue	15 000					
BUDGET AND TREASURY	FINANCE	Giant shredder		Revenue	10 000					
BUDGET AND TREASURY	FINANCE	Filing cabinet with 6 drawers		Revenue	10 000					
BUDGET AND TREASURY	FINANCE	Reception chairs (2xsteel 5seater)		Revenue	11 000		12 000			
BUDGET AND TREASURY	FINANCE	1x Laptop (CFO)		Revenue	20 000					
TOTAL					139 000	-	12 000	-	-	-
BUDGET & TREASURY OFFICE	FINANCE MANAGEMENT GRANT	Furniture & equipment		FMG	100 000	-	83 450			
TOTAL					100 000	-	83 450	-	-	-

DEPARTMENT	SECTION	DETAILS	TYPE	SOURCE OF FUNDING	2012/2013 BUDGET		2013/2014 BUDGET		2014/2015 BUDGET			
					NEW	RENEWAL	NEW	RENEWAL	NEW	RENEWAL		
CORPORATE SERVICES												
CORPORATE SERVICES	CORPORATE SERVICES: RECORDS MANAGEMENT											
CORPORATE SERVICES	CORPORATE SERVICES	New filling steel cabinet		Revenue	150 000							
CORPORATE SERVICES	CORPORATE SERVICES	Electronic system (GroupWise system)		Revenue	40 000							
CORPORATE SERVICES	CORPORATE SERVICES	Laptop X1 (senior archive clerk)		Revenue	15 000							
CORPORATE SERVICES	CORPORATE SERVICES	Desktop computer X 2		Revenue			10 000					
CORPORATE SERVICES	CORPORATE SERVICES: ADMINISTRATION											
CORPORATE SERVICES	CORPORATE SERVICES	Bus- for the municipality		Revenue			400 000					
CORPORATE SERVICES	CORPORATE SERVICES	Furniture - Typist		Revenue			20 000					
CORPORATE SERVICES	CORPORATE SERVICES:PMS											
CORPORATE SERVICES	CORPORATE SERVICES	Office Furniture - PMS Coordinator,		Revenue			40 000					
CORPORATE SERVICES	CORPORATE SERVICES	Laptop X 2		Revenue			30 000					
CORPORATE SERVICES	CORPORATE SERVICES:IT			Integration of telephone systems and printers	Revenue	3 000 000						
CORPORATE SERVICES	CORPORATE SERVICES	IT infrastructure integration and Laptops and furniture for the vacant posts		Revenue			300 000					
CORPORATE SERVICES	CORPORATE SERVICES:RISK MANAGEMENT											
CORPORATE SERVICES	CORPORATE SERVICES	Laptop- Risk Management Clerk		Revenue	15 000							
CORPORATE SERVICES	CORPORATE SERVICES	Furniture- Risk Management Clerk		Revenue	20 000							
CORPORATE SERVICES	CORPORATE SERVICES	Suggestion/ Complaints management boxes X 12		Revenue	22 500							
CORPORATE SERVICES	CORPORATE SERVICES:COMMUNICATIONS											
CORPORATE SERVICES	CORPORATE SERVICES	Camera		Revenue	7 000							
CORPORATE SERVICES	CORPORATE SERVICES	video camera		Revenue	20 000							
CORPORATE SERVICES	CORPORATE SERVICES	Office Furniture- Research Officer-Vacant		Revenue	20 000							
CORPORATE SERVICES	CORPORATE SERVICES	Projector screen		Revenue	-							
CORPORATE SERVICES	CORPORATE SERVICES:INTERNAL AUDITING											
CORPORATE SERVICES	CORPORATE SERVICES	Office Furniture - Internal audit clerk		Revenue	20 000							
CORPORATE SERVICES	CORPORATE SERVICES	Laptop- Internal audit Clerk		Revenue	15 000							
CORPORATE SERVICES	CORPORATE SERVICES:LAW											
CORPORATE SERVICES	CORPORATE SERVICES	Law library establishment		Revenue	3 000 000							
CORPORATE SERVICES	CORPORATE SERVICES:TRANSVERSAL											
CORPORATE SERVICES	CORPORATE SERVICES	Office Furniture		Revenue	90 000							
CORPORATE SERVICES	CORPORATE SERVICES	Laptop X 4 (manager & coordinators)		Revenue	60 000							
CORPORATE SERVICES	CORPORATE SERVICES	Vehicle		Revenue	200 000							
CORPORATE SERVICES	CORPORATE SERVICES	Disability lift		Revenue	200 000							
CORPORATE SERVICES	CORPORATE SERVICES	Digital Camera		Revenue	5 000							
CORPORATE SERVICES	CORPORATE SERVICES	Disability indoor sport centre		Revenue					156 000			
CORPORATE SERVICES	CORPORATE SERVICES:HUMAN RESOURCES											
CORPORATE SERVICES	CORPORATE SERVICES	Laptop - Safety Officer		Revenue	15 000							
CORPORATE SERVICES	CORPORATE SERVICES	Laptop - Labour Relations Officer		Revenue	15 000							
CORPORATE SERVICES	CORPORATE SERVICES	Desktop - Personel Clerk		Revenue	10 000							
CORPORATE SERVICES	CORPORATE SERVICES	Laptop - Admin Officer		Revenue	15 000							
CORPORATE SERVICES	CORPORATE SERVICES	Office furniture		Revenue	60 000							
CORPORATE SERVICES	CORPORATE SERVICES	Safety equipment		Revenue	40 000							
TOTAL					7 054 500	-	800 000	-	156 000	-		
CORPORATE SERVICES	PROPERTY SERVICES	Extension of Mzinti workshops & Offices		Revenue		600 000						
TOTAL					-	600 000	-	-	-	-		

DEPARTMENT	SECTION	DETAILS	TYPE	SOURCE OF FUNDING	2012/2013 BUDGET		2013/2014 BUDGET		2014/2015 BUDGET	
					NEW	RENEWAL	NEW	RENEWAL	NEW	RENEWAL
PLANNING AND DEVELOPMENT	PLANNING	TOWNSHIP ESTABLISHMENT PROJECTS:								
PLANNING AND DEVELOPMENT	PLANNING	Mjejane roll over		Revenue	700 000		700 000			
PLANNING AND DEVELOPMENT	PLANNING	Block c roll over		Revenue	500 000					
PLANNING AND DEVELOPMENT	PLANNING	Pholane roll over		Revenue	800 000					
PLANNING AND DEVELOPMENT	PLANNING	Stentor		Revenue	500 000		1 000 000			
PLANNING AND DEVELOPMENT	PLANNING	Mkhwarukhwaru		Revenue	500 000		1 000 000			
PLANNING AND DEVELOPMENT	PLANNING	GIS Shared services		Revenue	250 000		250 000			
PLANNING AND DEVELOPMENT	PLANNING	3X Desktop Computers		Revenue	30 000					
TOTAL					3 280 000	-	2 950 000	-	-	-
PLANNING AND DEVELOPMENT	LED	Malelane Crafters Market		Revenue	300 000					
PLANNING AND DEVELOPMENT	LED	Hawkers N4/R570		Revenue	200 000					
PLANNING AND DEVELOPMENT	LED	Ablications for hawkers MLN/KMPT		Revenue	180 000					
PLANNING AND DEVELOPMENT	LED	Nas incubator		Revenue	700 000					
PLANNING AND DEVELOPMENT	LED	2X Desktop computers		Revenue	20 000					
PLANNING AND DEVELOPMENT	LED	Printers		Revenue	3 000					
PLANNING AND DEVELOPMENT	LED	3X Laptops		Revenue	45 000					
PLANNING AND DEVELOPMENT	LED	Office furniture LED manager		Revenue	40 000					
PLANNING AND DEVELOPMENT	LED	Visitors chairs		Revenue	5 000					
TOTAL					1 493 000	-	-	-	-	-
PLANNING AND DEVELOPMENT	IDP	Laptop		Revenue	-		15 000			
PLANNING AND DEVELOPMENT	IDP	Office furniture		Revenue	-		20 000			
TOTAL					-	-	35 000	-	-	-
COMMUNITY & SOCIAL SERVICES	COMMUNITY HALLS									
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Chairs:Malelane(300),kamhlushwa(300),naas(300), & schoemansdal(1000)		Revenue	152 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Lawmowers-Malelane,kamhlushwa,komatipoort&schoemansdal		Revenue					75 000	
COMMUNITY & SOCIAL SERVICES	MUNICIPAL OFFICES									
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Brush cutters: komatipoort and test ground		Revenue			14 000			
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Lawnmowers:Malelane,kaMhlushwa,komatipoort and test ground		Revenue					50 000	
COMMUNITY & SOCIAL SERVICES	STADIUMS									
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Lawmowers:Naas		Revenue	55 000					
COMMUNITY & SOCIAL SERVICES	SPORTS DEVELOPMENT									
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Computer flatscreen x3		Revenue	30 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Printers x3		Revenue	3 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Office chairs x3		Revenue	6 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Air conditioner(Mzinti) x3		Revenue	21 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Micro oven		Revenue			2 000			
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	LDV Bakkie (culture)		Revenue	200 000					
COMMUNITY & SOCIAL SERVICES	ARTS AND CULTURE									
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Computer flatscreen x1		Revenue	10 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Printer x1		Revenue	1 000					

DEPARTMENT	SECTION	DETAILS	TYPE	SOURCE OF FUNDING	2012/2013 BUDGET		2013/2014 BUDGET		2014/2015 BUDGET	
					NEW	RENEWAL	NEW	RENEWAL	NEW	RENEWAL
COMMUNITY & SOCIAL SERVICES	MBUZINI MONUMENT									
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Computer flat screen x 1		Revenue	10 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Printer		Revenue	1 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Visitors chairs		Revenue	1 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	office desk		Revenue	8 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	office chairs		Revenue	1 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Reception desk		Revenue	8 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Reception chairs		Revenue	1 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Fridge		Revenue	2 000					
COMMUNITY & SOCIAL SERVICES	COMMUNITY DEVELOPMENT OFFICE									
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Office blind folders		Revenue	50 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Air conditioners		Revenue	24 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Microwave		Revenue						
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Jeppes Reef Community Hall		MIG					5 000 000	
		Upgrading of KaMaqhekeza & Kamhlushwa stadium		MIG			5 473 032			
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Diuluma Community Hall		MIG			4 761 412			
COMMUNITY & SOCIAL SERVICES	HIV/AIDS UNIT CAPITAL PROJECTS									
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	HCT gazebo tents x3		Revenue	90 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Refrigerator		Revenue	2 000					
		HIV/AIDS Resource centre with 20 chairs and boardroom desk		Revenue			200 000		200 000	
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Kombi for LAC		Revenue	250 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Overhead projector & screen		Revenue						
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	x1 computer & printer		Revenue	5 000					
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	1x LDV with a canopy		Revenue			200 000			
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	54 cm TV with DVD player		Revenue			7 000			
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Microwave		Revenue			900			
COMMUNITY & SOCIAL SERVICES	SOCIO ECONOMIC DEVELOPMENT	Fencing of Msibekela place of safety		Revenue	200 000					
TOTAL					1 131 000	10 234 444	423 900	5 000 000	325 000	-
COMMUNITY & SOCIAL SERVICES	CEMENTRIES	Fencing:New cemetery:kamhlushwa		Revenue	200 000					
COMMUNITY & SOCIAL SERVICES	CEMENTRIES	Fencing:nNaas		Revenue			200 000			
COMMUNITY & SOCIAL SERVICES	CEMENTRIES	Brushcutters:kamhlushwa, malelane, komati,nass		Revenue	28 000					
COMMUNITY & SOCIAL SERVICES	CEMENTRIES	3ton truck		Revenue	400 000					
COMMUNITY & SOCIAL SERVICES	CEMENTRIES	Store room:kamhlushwa		Revenue	70 000					
COMMUNITY & SOCIAL SERVICES	CEMENTRIES	Store room:komatipoort		Revenue			70 000			
COMMUNITY & SOCIAL SERVICES	CEMENTRIES	Computer flat screen:Kamhlushwa		Revenue	10 000					
COMMUNITY & SOCIAL SERVICES	CEMENTRIES	Printer :Kamhlushwa		Revenue	1 200					
COMMUNITY & SOCIAL SERVICES	CEMENTRIES	High back Chair:kamhlushwa		Revenue	1 000					
COMMUNITY & SOCIAL SERVICES	CEMENTRIES	Visitors chairs:kamhlushwa		Revenue	1 000					
COMMUNITY & SOCIAL SERVICES	CEMENTRIES	Office desk:kamhlushwa		Revenue	1 500					
TOTAL					712 700	-	270 000	-	-	-
COMMUNITY & SOCIAL SERVICES	DISASTER MANAGEMENT	DISASTER EQUIPMENT		Revenue	700 000		700 000		700 000	
COMMUNITY & SOCIAL SERVICES	DISASTER MANAGEMENT	DISASTER RELIEF (EQUIPMENT)		Revenue	500 000		500 000		500 000	
TOTAL					1 200 000	-	1 200 000	-	1 200 000	-

DEPARTMENT	SECTION	DETAILS	TYPE	SOURCE OF FUNDING	2012/2013 BUDGET		2013/2014 BUDGET		2014/2015 BUDGET	
					NEW	RENEWAL	NEW	RENEWAL	NEW	RENEWAL
COMMUNITY & SOCIAL SERVICES	FIRE PROTECION SERVICE	4x mini truck fire engines		Revenue	1 000 000		1 000 000		2 000 000	
COMMUNITY & SOCIAL SERVICES	FIRE PROTECION SERVICE	1x minibus		Revenue	250 000		150 000		150 000	
COMMUNITY & SOCIAL SERVICES	FIRE PROTECION SERVICE	3x standby quaters		Revenue	150 000		150 000		150 000	
COMMUNITY & SOCIAL SERVICES	FIRE PROTECION SERVICE	furniture		Revenue	5 000					
TOTAL					1 405 000	-	1 300 000	-	2 300 000	-
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	2X LDV 4X4		Revenue	350 000		350 000			
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	1 Tractor with traillor and brush cutter		Revenue	250 000					
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	computer		Revenue			10 000			
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	10x Grass spray pumps,5x malaria spray pumps		Revenue	10 000					
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	13 x Rangers lockers		Revenue			10 000			
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	Mens and Ladies Ablution Block		Revenue			350 000			
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	5 x LM 5 Guns		Revenue	50 000					
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	10 x 9m Guns		Revenue	60 000					
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	10 x pump Guns		Revenue	90 000					
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	1x fire breaks water cutter		Revenue	40 000					
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	5x brushcutters		Revenue			25 000			
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	2x chainsaws		Revenue	10 000					
TOTAL					860 000	-	745 000	-	-	-
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Steenbok landfill site-Phase2		MIG		5 867 694				
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Rehabilitation for closure of Naas Dumpsite		Revenue	1 500 000					
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Transfer station, Marlothpark		Revenue	1 000 000				1 000 000	
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Transfer station, komatipoort		Revenue			1 000 000			1 000 000
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Transfer station, kamhlushwa		Revenue					1 000 000	
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	(4) Compactor trucks 10 ton x 2		Revenue					3 200 000	
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	(2) LDV's bakkies		Revenue						
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	6cbm Tipper truck x2		Revenue	800 000					
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Skip loader truck (6x4 tilt bed truck)		Revenue	1 500 000					
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Water tanker for Steenbok landfill site		Revenue					2 000 000	
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Site allocation survey for Malelane landfill site		Revenue	1 500 000					
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	8Ton cage truck x3		Revenue	800 000		800 000		800 000	
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Refridgerators (Marlothpark and Hectospruit)		Revenue	7 000					
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Laptop x2		Revenue	20 000					
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Printer(2)		Revenue	2 000					
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Establishment of Malelane landfillsite (feasibility study)		Revenue	1 200 000					
TOTAL					8 329 000	5 867 694	1 800 000	1 000 000	7 000 000	1 000 000
COMMUNITY & SOCIAL SERVICES	VEHICLE LICENSING AND TESTING	Paving phase two		Revenue		100 000			100 000	
COMMUNITY & SOCIAL SERVICES	VEHICLE LICENSING AND TESTING	Head lamp aimers (Malelane and komatipoort)		Revenue	100 000					
COMMUNITY & SOCIAL SERVICES	VEHICLE LICENSING AND TESTING	Gas analysers for petrol vehicles(Malelane and Komatiporto)		Revenue	200 000					
COMMUNITY & SOCIAL SERVICES	VEHICLE LICENSING AND TESTING	komatiporto)		Revenue	220 000					
COMMUNITY & SOCIAL SERVICES	VEHICLE LICENSING AND TESTING	Chairs for licensing office x22		Revenue	22 000					
COMMUNITY & SOCIAL SERVICES	VEHICLE LICENSING AND TESTING	Computer x2		Revenue	20 000					
COMMUNITY & SOCIAL SERVICES	VEHICLE LICENSING AND TESTING	Printer/scanner/fax x2		Revenue	4 000					
COMMUNITY & SOCIAL SERVICES	VEHICLE LICENSING AND TESTING	Paving kamhlushwa extending of drivers licensings		Revenue	200 000					
COMMUNITY & SOCIAL SERVICES	VEHICLE LICENSING AND TESTING	Palisade fencing kamhlushwa extending licensings		Revenue	200 000					
TOTAL					966 000	100 000	-	100 000	-	100 000

DEPARTMENT	SECTION	DETAILS	TYPE	SOURCE OF FUNDING	2012/2013 BUDGET		2013/2014 BUDGET		2014/2015 BUDGET	
					NEW	RENEWAL	NEW	RENEWAL	NEW	RENEWAL
COMMUNITY & SOCIAL SERVICES	FIRE PROTECION SERVICE	4x mini truck fire engines		Revenue	1 000 000		1 000 000		2 000 000	
COMMUNITY & SOCIAL SERVICES	FIRE PROTECION SERVICE	1x minibus		Revenue	250 000		150 000		150 000	
COMMUNITY & SOCIAL SERVICES	FIRE PROTECION SERVICE	3x standby quaters		Revenue	150 000		150 000		150 000	
COMMUNITY & SOCIAL SERVICES	FIRE PROTECION SERVICE	furniture		Revenue	5 000					
TOTAL					1 405 000	-	1 300 000	-	2 300 000	-
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	2X LDV 4X4		Revenue	350 000		350 000			
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	1 Tractor with trailer and brush cutter		Revenue	250 000					
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	computer		Revenue			10 000			
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	10x Grass spray pumps,5x malaria spray pumps		Revenue	10 000					
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	13 x Rangers lockers		Revenue			10 000			
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	Mens and Ladies Ablution Block		Revenue			350 000			
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	5 x LM 5 Guns		Revenue	50 000					
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	10 x 9m Guns		Revenue	60 000					
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	10 x pump Guns		Revenue	90 000					
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	1x fire breaks water cutter		Revenue	40 000					
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	5x brushcutters		Revenue			25 000			
COMMUNITY & SOCIAL SERVICES	NATURE CONSERVATION	2x chainsaws		Revenue	10 000					
TOTAL					860 000	-	745 000	-	-	-
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Steenbok landfill site-Phase2		MIG		5 867 694				
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Rehabilitation for closure of Naas Dumpsite		Revenue	1 500 000					
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Transfer station, Marlothpark		Revenue	1 000 000			1 000 000		
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Transfer station, komatipoort		Revenue			1 000 000			1 000 000
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	Transfer station, kamhlushwa		Revenue					1 000 000	
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	(4) Compactor trucks 10 ton x 2		Revenue					3 200 000	
COMMUNITY & SOCIAL SERVICES	SOLID WASTE	(2) LDV's bakkies		Revenue						
INFRASTRUCTURE DEVELOPMENT	CIVIL ADMINISTRATION	Furniture & Equipments		Revenue	35 000					
INFRASTRUCTURE DEVELOPMENT	CIVIL ADMINISTRATION	Renovation of the filling room		Revenue	70 000					
INFRASTRUCTURE DEVELOPMENT	CIVIL ADMINISTRATION	1x computer for the office of the Director		Revenue	20 000					
INFRASTRUCTURE DEVELOPMENT	CIVIL ADMINISTRATION	Projector		Revenue	30 000				35 000	
INFRASTRUCTURE DEVELOPMENT	CIVIL ADMINISTRATION	Filing cabinets		Revenue	25 000		35 000		45 000	
INFRASTRUCTURE DEVELOPMENT	CIVIL ADMINISTRATION	Office space extension		Revenue	800 000					
INFRASTRUCTURE DEVELOPMENT	CIVIL ADMINISTRATION	Projector		Revenue	30 000					
TOTAL					1 010 000	-	35 000	-	80 000	-
INFRASTRUCTURE DEVELOPMENT	SEWERAGE	SANITATION PROJECTS:								
INFRASTRUCTURE DEVELOPMENT	SEWERAGE	Old Villages Sanitation Project:	A	MIG	5 000 000		7 500 000		8 000 000	
INFRASTRUCTURE DEVELOPMENT	SEWERAGE	New Villages Sanitation Project:	A	MIG	5 000 000		7 500 000		8 000 000	
TOTAL					10 000 000	-	15 000 000	-	16 000 000	-

DEPARTMENT	SECTION	DETAILS	TYPE	SOURCE OF FUNDING	2012/2013 BUDGET		2013/2014 BUDGET		2014/2015 BUDGET	
					NEW	RENEWAL	NEW	RENEWAL	NEW	RENEWAL
INFRASTRUCTURE DEVELOPMENT	ROADS	1X Industrial fan		Revenue					20 000	
INFRASTRUCTURE DEVELOPMENT	ROADS	Upgrading and surfacing Suid drop-komatiportoort		Revenue		4 000 000				
INFRASTRUCTURE DEVELOPMENT	ROADS	Eastgate(Kamhlushwa) bus route phase 2	A	MIG					6 000 000	
INFRASTRUCTURE DEVELOPMENT	ROADS	15 x Liquid fire extinguishers		Revenue	30 000		40 000		50 000	
INFRASTRUCTURE DEVELOPMENT	ROADS	Workshop Tools		Revenue	50 000		70 000		80 000	
INFRASTRUCTURE DEVELOPMENT	ROADS	M B to Tax Rank Bus Route (KaMhlushwa)	A	MIG			7 500 000			
INFRASTRUCTURE DEVELOPMENT	ROADS	Replace BJK 643Mp bakkie		Revenue	250 000		260 000		270 000	
INFRASTRUCTURE DEVELOPMENT	ROADS	Diesel tanker trailer		Revenue	70 000		80 000		90 000	
INFRASTRUCTURE DEVELOPMENT	ROADS	Grader		Revenue			2 700 000		2 800 000	
INFRASTRUCTURE DEVELOPMENT	ROADS	4 Ton Crew canopy truck		Revenue			900 000		900 000	
INFRASTRUCTURE DEVELOPMENT	ROADS	Vehicle shelter		Revenue			100 000		100 000	
INFRASTRUCTURE DEVELOPMENT	ROADS	Tipper truck		Revenue			970 000		990 000	
INFRASTRUCTURE DEVELOPMENT	ROADS	Langeloop Bus Route Phase 2	Multi-year	MIG		9 988 115				
INFRASTRUCTURE DEVELOPMENT	ROADS	Driekoppies bus route	Multi-year	MIG					6 527 883	10 000 000
INFRASTRUCTURE DEVELOPMENT	ROADS	Mafambisa bus route	Multi-year	MIG			6 000 000			9 000 000
INFRASTRUCTURE DEVELOPMENT	ROADS	Boschfontein bus route	A	MIG						10 000 000
INFRASTRUCTURE DEVELOPMENT	ROADS	Orlando/Komatipoort bus route	Multi-year	MIG						13 819 800
INFRASTRUCTURE DEVELOPMENT	ROADS	Middelplaas roads	A	MIG						10 472 117
INFRASTRUCTURE DEVELOPMENT	ROADS	Access Road to Mbuzini augmentation scheme	A	MIG	6 480 524					
TOTAL					6 880 524	13 988 115	18 620 000	12 547 883	5 280 000	53 291 917
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	BULK WATER SUPPLY PROJECTS:								
		Mbzini Bulk Water Supply Scheme Phase 2 Augmentation: Bulk Pipeline from Khombaso to Thambokhulu + Pump station Thambokhulu Reservoir + Pumping Station Thambokhulu bulk pipeline to Mbuzini (Ndindindi Reservoir	Multi-year							
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY			MIG		41 189 961				
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Masibekela Water Treatment Works Phase 2	Multi-year	MIG		8 574 204		37 757 833		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Hoyi Reservoir/Elevated Tank	Multi-year	MIG		4 215 690				
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Tonga WTW Phase 1B (Phase 2)	Multi-year	MIG		23 430 000				
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Phiva/Vlakbult (Mdladla) elevated tower and Sikhwahlane sectional steel reservoir/elevated tower	Multi-year	MIG		3 776 020				
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Mzinti bulk water supply upgrade		MIG				10 000 000		

DEPARTMENT	SECTION	DETAILS	TYPE	SOURCE OF FUNDING	2012/2013 BUDGET	2013/2014 BUDGET	2014/2015 BUDGET
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Shongwe Hospital bulk water supply upgrade (Replacement of AC pipe)		MIG			8 656 096
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Upgrading of Masibekela bulk pipeline(replacement of Ac pipe)		MIG			16 000 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Kruger National park projects(Upgrading of Skukuza/lower Sabie Water Purification Plant and crocodile Bridge)		MIG	2 728 680		3 598 450
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Driekoppies Water treatment works		MIG			15 577 883
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Upgrading Malelane Water Treatment Works 6ml/day & Concrete resevoir	Multi-year	MIG		12 438 260	27 561 740
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Upgrading of Hectorspruit water treatment works & raw water abstraction		MIG			7 000 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Mjejane Trust bulk supply(water treatment plant+steel reservoir +Reticulation network)	A	MIG			18 000 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Tonga D elevated tank + water Reticulation		MIG			5 000 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Phosaville/Phosaville Ext 2 Water reticulation	A	MIG		4 305 000	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Mbuzini Water Reticulation	A	MIG		1 500 000	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Steenbol Water Reticulation	A	MIG	3 500 000		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Ntunda Water Reticulation+ Bulk		MIG	3 000 000		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Iangeloop Water Reticulation:Bhekisisa+Sbokeng		MIG			10 000 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	LDV Bakkie(for mechanical Artisan fitte)		Revenue			250 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Workshop tools		Revenue	90 000	95 000	100 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	High pressure cleaners machine		Revenue	85 000	90 000	100 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Brush cutters+lawn mowers		Revenue	75 000	80 000	85 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Honey sucker tuck		Revenue	850 000	900 000	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Replace LDV bakkie(komatipoort)		Revenue	250 000	300 000	300 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Replace LDV bakkie(Lebombo unit)		Revenue	250 000	300 000	300 000
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Dunusa mainline		Revenue	700 000	800 000	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Water tanker		Revenue	800 000	850 000	870 000
TOTAL					3 100 000	90 414 555	9 220 000
							88 450 639
							12 005 000
							73 139 623

DEPARTMENT	SECTION	DETAILS	TYPE	SOURCE OF FUNDING	2012/2013 BUDGET		2013/2014 BUDGET		2014/2015 BUDGET	
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Shongwe Hospital bulk water supply upgrade (Replacement of AC pipe)		MIG				8 656 096		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Upgrading of Masibekela bulk pipeline(replacement of Ac pipe)		MIG				16 000 000		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Kruger National park projects(Upgrading of Skukuza/lower Sabie Water Purification Plant and crocodile Bridge)		MIG		2 728 680		3 598 450		
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Driekoppies Water treatment works		MIG						15 577 883
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Upgrading Malelane Water Treatment Works 6ml/day & Concrete resevoir	Multi-year	MIG				12 438 260		27 561 740
INFRASTRUCTURE DEVELOPMENT	WATER SUPPLY	Upgrading of Hectorspruit water treatment works & raw water abstaction		MIG						7 000 000
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Eskom Bulk supply Upgardes in Nkomazi		Revenue	3 000 000		5 000 000		6 000 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Marloth Park Electrification		Revenue	1 500 000		1 500 000		2 000 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	New/upgrade substations in Nkomazi		Revenue	2 000 000		2 000 000		2 000 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Refurbish LV and MV Infrastructure in Nkomazi		Revenue	1 200 000		1 500 000		1 500 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Installation of Ht Ring Supplies in Nkomazi		Revenue	1 000 000		1 000 000		1 000 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Repair/Replace streetlights and Mast Lights in Nkomazi		Revenue	300 000		300 000		500 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	HT Test Equipment		Revenue			100 000		100 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Tools and Equipment		Revenue	250 000		100 000		100 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Office furniture		Revenue	5 000		10 000		10 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Standby Quaters furniture		Revenue	10 000		10 000		10 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Computers and printers		Revenue	15 000		15 000		15 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	3-Ton Truck with Cherry Picker		Revenue	750 000		850 000			
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	1x LDV		Revenue	220 000		250 000		550 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Demand Side Management Project		Revenue	200 000		200 000		200 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	Trade Preparaton		Revenue	-		100 000		100 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	DOE Electrification Projects:		INEG	12 600 000		7 000 000		10 000 000	
INFRASTRUCTURE DEVELOPMENT	ELECTRICITY	DOE Electrification Projects(Mzinti RDP))		Revenue	2 000 000		2 000 000		2 000 000	
TOTAL					25 050 000	-	21 935 000	-	26 085 000	-
GRAND TOTAL		TOTAL			73 096 724	121 204 808	73 229 350	107 098 522	69 231 000	127 531 540
		FUNDING:								
		Government Grants:								
		Municipal Infrastructure Grant (MIG)			16 480 524	116 504 808	34 305 000	105 978 522	26 000 000	126 431 540
		Intergreated National Electrification Grant (INEG)			12 600 000		7 000 000		10 000 000	-
		Finance Management Grant (FMG)			100 000	-	83 450	-	-	-
		Revenue			43 916 200	4 700 000	33 040 900	1 120 000	34 431 000	1 100 000
		Total			73 096 724	121 204 808	74 429 350	107 098 522	70 431 000	127 531 540

1.7 Annual Budget Tables - Parent Municipality

The following pages present the ten main budget tables as required in terms of section 8 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2012/13 budget and MTREF as approved by the Council.

Table A1 - Budget Summary

Description R thousands	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Financial Performance										
Property rates	23 084	35 577	29 015	48 000	48 000	48 000	48 000	52 800	58 080	63 888
Service charges	37 810	42 802	55 345	59 619	59 619	59 619	59 619	65 581	72 139	79 353
Investment revenue	17 623	8 221	4 532	7 016	2 016	2 016	2 016	7 717	8 489	9 338
Transfers recognised - operational	168 166	174 578	217 758	245 591	249 101	249 101	249 101	278 664	293 747	318 982
Other own revenue	33 848	32 439	16 300	15 888	15 820	15 820	15 820	17 399	19 139	21 053
Total Revenue (excluding capital transfers and contributions)	280 531	293 617	322 949	376 114	374 556	374 556	374 556	422 161	451 594	492 614
Employee costs	101 740	128 696	—	171 784	172 946	172 946	172 946	183 403	193 583	204 155
Remuneration of councillors	11 998	13 262	14 107	14 637	13 307	14 092	14 092	17 231	18 341	19 332
Depreciation & asset impairment	30 271	32 583	—	7 438	51 907	51 907	51 907	54 720	57 784	60 905
Finance charges	3 332	2 707	3 109	1 347	1 427	1 427	1 427	1 420	1 499	1 580
Materials and bulk purchases	29 547	43 122	134	56 554	56 872	56 872	56 872	59 608	62 946	66 346
Transfers and grants	—	—	—	62	69	69	69	66	69	73
Other expenditure	85 925	176 861	1 542	126 128	150 755	151 493	151 493	189 432	185 686	196 286
Total Expenditure	262 814	397 230	18 892	377 949	447 284	448 806	448 806	505 880	519 909	548 677
Surplus/(Deficit)	17 717	(103 614)	304 057	(1 836)	(72 728)	(74 250)	(74 250)	(83 720)	(68 315)	(56 063)
Transfers recognised - capital	44 934	81 724	—	133 229	147 175	147 175	147 175	145 585	147 284	162 432
Contributions recognised - capital & contributed a	—	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	62 651	(21 890)	304 057	131 393	74 447	72 924	72 924	61 866	78 968	106 369
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) for the year	62 651	(21 890)	304 057	131 393	74 447	72 924	72 924	61 866	78 968	106 369
Capital expenditure & funds sources										
Capital expenditure	115 788	130 226	—	155 896	174 764	174 764	174 764	194 302	181 528	197 963
Transfers recognised - capital	44 934	81 724	—	133 229	147 175	147 175	147 175	145 585	147 284	164 632
Public contributions & donations	—	—	—	—	—	—	—	—	—	—
Borrowing	—	—	—	5 000	5 000	5 000	5 000	—	—	—
Internally generated funds	70 854	48 502	—	17 667	22 590	22 590	22 590	48 716	34 244	33 331
Total sources of capital funds	115 788	130 226	—	155 896	174 764	174 764	174 764	194 302	181 528	197 963
Financial position										
Total current assets	138 813	90 864	20 374	86 982	25 721	25 721	25 721	6 328	6 428	6 528
Total non current assets	686 910	743 323	38 090	1 024 502	981 939	981 939	981 939	8 168	8 168	8 168
Total current liabilities	52 774	88 365	—	68 620	21 781	21 781	21 781	21 781	21 781	21 781
Total non current liabilities	9 692	7 439	—	1 911	3 911	3 911	3 911	3 911	3 911	3 911
Community wealth/Equity	763 257	738 383	1 172 129	1 038 981	—	—	—	—	—	—
Cash flows										
Net cash from (used) operating	93 956	16 138	67 909	128 366	128 035	128 035	128 035	116 579	136 745	167 265
Net cash from (used) investing	(115 201)	(130 226)	(116 712)	(140 306)	(174 764)	(174 764)	(174 764)	(194 302)	(181 528)	(197 963)
Net cash from (used) financing	(4 811)	(2 681)	(2 456)	3 852	3 852	3 852	3 852	(1 148)	(1 148)	(1 148)
Cash/cash equivalents at the year end	(6 354)	(123 123)	(174 383)	1 911	(45 918)	(45 918)	(45 918)	(77 871)	(123 802)	(155 647)
Cash backing/surplus reconciliation										
Cash and investments available	102 272	48 107	9 946	60 000	1 960	1 960	1 960	5 000	5 000	5 000
Application of cash and investments	14 638	43 813	(8 410)	43 473	(467)	(467)	(467)	19 523	19 519	19 514
Balance - surplus (shortfall)	87 634	4 294	18 356	16 527	2 426	2 426	2 426	(14 523)	(14 519)	(14 514)
Asset management										
Asset register summary (WDV)	678 742	735 065	38 090	1 127 084	1 127 084	1 127 084	8 168	8 168	8 168	8 168
Depreciation & asset impairment	30 271	32 583	—	7 438	51 907	51 907	54 720	54 720	57 784	60 905
Renewal of Existing Assets	47 505	69 223	—	69 829	69 829	69 829	69 829	121 205	107 099	128 638
Repairs and Maintenance	78 992	122 974	—	126 736	126 736	126 736	120 186	120 186	131 824	142 295
Free services										
Cost of Free Basic Services provided	—	—	—	—	—	—	—	—	—	—
Revenue cost of free services provided	—	—	—	—	—	—	—	—	—	—
Households below minimum service level										
Water:	31	31	31	31	31	31	33	33	35	37
Sanitation/sewerage:	59	59	59	59	59	59	49	49	39	29
Energy:	189	189	189	189	189	189	200	200	211	222
Refuse:	243	243	243	243	243	243	256	256	270	285

Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Revenue - Standard									
Governance and administration	107 067	124 988	134 464	170 514	165 926	165 926	188 319	203 446	220 505
Executive and council	—	—	495	—	—	—	—	—	—
Budget and treasury office	105 096	123 301	130 144	168 336	163 336	163 336	185 992	200 886	217 689
Corporate services	1 971	1 687	3 826	2 177	2 590	2 590	2 327	2 560	2 816
Community and public safety	2 075	1 533	1 530	3 620	3 620	3 620	3 982	4 380	4 818
Community and social services	346	63	145	101	101	101	111	122	134
Sport and recreation	—	—	—	—	—	—	—	—	—
Public safety	1 729	1 470	1 385	3 519	3 519	3 519	3 871	4 258	4 684
Housing	—	—	—	—	—	—	—	—	—
Health	—	—	—	—	—	—	—	—	—
Economic and environmental services	16 083	23 748	83 238	9 716	12 746	12 746	13 809	15 048	16 509
Planning and development	1 539	3 433	75 109	882	3 911	3 911	4 101	4 369	4 762
Road transport	14 509	20 198	7 791	8 724	8 724	8 724	9 597	10 557	11 612
Environmental protection	34	117	338	110	110	110	111	122	134
Trading services	200 240	225 072	178 223	192 264	192 338	192 338	216 051	228 720	250 782
Electricity	49 805	71 510	71 318	72 081	72 081	72 081	79 534	86 356	93 913
Water	134 938	135 949	86 322	94 669	94 743	94 743	106 955	111 953	123 991
Waste water management	2 771	2 270	4 045	2 708	2 708	2 708	2 978	3 276	3 604
Waste management	12 726	15 343	16 538	22 806	22 806	22 806	26 583	27 136	29 274
Other	—	—	—	—	—	—	—	—	—
Total Revenue - Standard	325 465	375 341	397 456	376 114	374 630	374 630	422 161	451 594	492 614
Expenditure - Standard									
Governance and administration	71 732	94 201	115 852	95 429	157 592	157 592	175 665	177 631	186 978
Executive and council	19 881	22 989	23 949	25 004	23 657	23 657	27 725	29 015	30 581
Budget and treasury office	23 371	44 688	52 739	37 951	99 366	99 366	105 057	110 801	117 036
Corporate services	28 480	26 523	39 164	32 474	34 569	34 569	42 883	37 816	39 361
Community and public safety	13 651	20 157	22 232	20 418	21 398	21 398	22 907	23 449	25 306
Community and social services	2 853	3 255	4 797	4 980	4 882	4 882	5 548	5 367	5 372
Sport and recreation	—	1 883	362	541	211	211	176	188	198
Public safety	10 798	15 019	17 073	14 898	16 305	16 305	17 182	17 894	19 736
Housing	—	—	—	—	—	—	—	—	—
Health	—	—	—	—	—	—	—	—	—
Economic and environmental services	41 694	51 458	72 065	75 237	78 584	78 584	90 090	91 633	89 778
Planning and development	21 504	27 554	31 807	34 720	36 319	36 319	47 244	47 059	43 697
Road transport	17 358	19 391	35 630	35 835	37 767	37 767	36 832	38 386	40 344
Environmental protection	2 832	4 513	4 628	4 682	4 498	4 498	6 015	6 188	5 737
Trading services	135 736	231 415	193 644	186 174	188 247	188 247	217 218	227 196	246 614
Electricity	35 336	51 811	60 543	69 117	67 750	67 750	84 393	90 906	96 159
Water	86 990	157 828	98 149	81 861	84 904	84 904	92 518	101 272	108 606
Waste water management	1 622	2 916	11 303	3 503	2 650	2 650	2 104	2 224	2 344
Waste management	11 787	18 860	23 649	31 693	32 942	32 942	38 204	32 793	39 505
Other	—	—	—	—	—	—	—	—	—
Total Expenditure - Standard	262 814	397 230	403 793	377 258	445 821	445 821	505 880	519 909	548 677
Surplus/(Deficit) for the year	62 651	(21 890)	(6 337)	(1 145)	(71 191)	(71 191)	(83 720)	(68 315)	(56 063)

Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Revenue by Vote									
Vote 1 - EXECUTIVE & COUNCIL	-	-	495	-	-	-	-	-	-
Vote 2 - BUDGET & TREASURY OFFICE	105 096	123 301	130 144	168 336	163 336	163 336	185 992	200 886	217 689
Vote 3 - CORPORATE SERVICES	1 971	1 687	3 826	2 177	2 590	2 590	2 327	2 560	2 816
Vote 4 - PLANNING & DEVELOPMENT	342	304	556	882	882	882	970	1 067	1 174
Vote 5 - COMMUNITY & SOCIAL SERVICES	22 746	24 473	25 524	35 217	35 217	35 217	40 225	42 142	45 781
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	195 310	225 577	236 912	169 501	172 605	172 605	192 646	204 940	225 155
Vote 7 -	-	-	-	-	-	-	-	-	-
Vote 8 -	-	-	-	-	-	-	-	-	-
Vote 9 -	-	-	-	-	-	-	-	-	-
Vote 10 -	-	-	-	-	-	-	-	-	-
Vote 11 -	-	-	-	-	-	-	-	-	-
Vote 12 -	-	-	-	-	-	-	-	-	-
Vote 13 -	-	-	-	-	-	-	-	-	-
Vote 14 -	-	-	-	-	-	-	-	-	-
Vote 15 -	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	325 465	375 341	397 456	376 114	374 630	374 630	422 161	451 594	492 614
Expenditure by Vote to be appropriated									
Vote 1 - EXECUTIVE & COUNCIL	19 881	22 989	23 949	25 004	23 657	23 657	27 725	29 015	30 581
Vote 2 - BUDGET & TREASURY OFFICE	23 371	44 688	52 739	37 951	99 366	99 366	105 057	110 801	117 036
Vote 3 - CORPORATE SERVICES	28 480	26 523	39 164	32 474	34 569	34 569	42 883	37 816	39 361
Vote 4 - PLANNING & DEVELOPMENT	3 250	4 041	3 527	14 548	16 548	16 548	19 181	19 226	14 437
Vote 5 - COMMUNITY & SOCIAL SERVICES	46 644	66 113	72 917	78 859	80 389	80 389	92 263	87 203	96 559
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	141 187	232 876	211 497	188 423	191 292	191 292	218 772	235 849	250 702
Vote 7 -	-	-	-	-	-	-	-	-	-
Vote 8 -	-	-	-	-	-	-	-	-	-
Vote 9 -	-	-	-	-	-	-	-	-	-
Vote 10 -	-	-	-	-	-	-	-	-	-
Vote 11 -	-	-	-	-	-	-	-	-	-
Vote 12 -	-	-	-	-	-	-	-	-	-
Vote 13 -	-	-	-	-	-	-	-	-	-
Vote 14 -	-	-	-	-	-	-	-	-	-
Vote 15 -	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	262 814	397 230	403 793	377 258	445 821	445 821	505 880	519 909	548 677
Surplus/(Deficit) for the year	62 651	(21 890)	(6 337)	(1 145)	(71 191)	(71 191)	(83 720)	(68 315)	(56 063)

Table A4 - Budgeted Financial Performance (revenue and expenditure)

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Revenue By Source										
Property rates	23 084	35 577	29 015	48 000	48 000	48 000	48 000	52 800	58 080	63 888
Property rates - penalties & collection charges										
Service charges - electricity revenue	24 202	28 071	32 895	36 896	36 896	36 896	36 896	40 586	44 644	49 109
Service charges - water revenue	7 693	9 119	17 553	15 314	15 314	15 314	15 314	16 845	18 530	20 383
Service charges - sanitation revenue	2 771	2 270	3 948	2 708	2 708	2 708	2 708	2 978	3 276	3 604
Service charges - refuse revenue	3 144	3 343	948	4 041	4 041	4 041	4 041	4 445	4 890	5 379
Service charges - other	1	—	—	660	660	660	660	726	799	878
Rental of facilities and equipment	848	541	3 420	1 508	1 508	1 508	1 508	1 665	1 831	2 014
Interest earned - external investments	17 623	8 221	4 532	7 016	2 016	2 016	2 016	7 717	8 489	9 338
Interest earned - outstanding debtors	1 253	1 165	—	6	6	6	6	7	7	8
Dividends received										
Fines	613	373	553	1 506	1 506	1 506	1 506	1 650	1 815	1 997
Licences and permits	20	20	—	42	42	42	42	47	51	57
Agency services	7 911	7 480	7 071	8 681	8 681	8 681	8 681	9 549	10 503	11 554
Transfers recognised - operational	168 166	174 578	217 758	245 591	249 101	249 101	249 101	278 664	293 747	318 982
Other revenue	22 618	22 860	5 256	4 145	4 078	4 078	4 078	4 482	4 930	5 424
Gains on disposal of PPE	586	—								
Total Revenue (excluding capital transfers and contributions)	280 531	293 617	322 949	376 114	374 556	374 556	374 556	422 161	451 594	492 614
Expenditure By Type										
Employee related costs	101 740	128 696	—	171 784	172 946	172 946	172 946	183 403	193 583	204 155
Remuneration of councillors	11 998	13 262	14 107	14 637	13 307	14 092	14 092	17 231	18 341	19 332
Debt impairment	1 620	5 445	1 542	1 200	12 500	13 238	13 238	13 175	13 913	14 664
Depreciation & asset impairment	30 271	32 583	—	7 438	51 907	51 907	51 907	54 720	57 784	60 905
Finance charges	3 332	2 707	3 109	1 347	1 427	1 427	1 427	1 420	1 499	1 580
Bulk purchases	27 136	41 082	—	55 525	55 525	55 525	55 525	58 523	61 800	65 138
Other materials	2 410	2 040	134	1 029	1 347	1 347	1 347	1 085	1 146	1 208
Contracted services	3 349	5 486	—	7 557	8 391	8 391	8 391	7 966	8 412	8 875
Transfers and grants	—	—	—	62	69	69	69	66	69	73
Other expenditure	80 956	165 930	—	117 370	129 864	129 864	129 864	168 292	163 362	172 746
Total Expenditure	262 814	397 230	18 892	377 949	447 284	448 806	448 806	505 880	519 909	548 677
Surplus/(Deficit)	17 717	(103 614)	304 057	(1 836)	(72 728)	(74 250)	(74 250)	(83 720)	(68 315)	(56 063)
Transfers recognised - capital	44 934	81 724		133 229	147 175	147 175	147 175	145 585	147 284	162 432
Contributions recognised - capital	—	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	62 651	(21 890)	304 057	131 393	74 447	72 924	72 924	61 866	78 968	106 369
Taxation										
Surplus/(Deficit) after taxation	62 651	(21 890)	304 057	131 393	74 447	72 924	72 924	61 866	78 968	106 369
Attributable to minorities										
Surplus/(Deficit) attributable to municipality	62 651	(21 890)	304 057	131 393	74 447	72 924	72 924	61 866	78 968	106 369
Share of surplus/ (deficit) of associate										
Surplus/(Deficit) for the year	62 651	(21 890)	304 057	131 393	74 447	72 924	72 924	61 866	78 968	106 369

Table 4 MBRR Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

R thousand	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Capital expenditure - Vote										
Multi-year expenditure to be appropriated										
Vote 1 - EXECUTIVE & COUNCIL	-	-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET & TREASURY OFFICE	-	-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES	-	-	-	600	600	600	600	600	-	-
Vote 4 - PLANNING & DEVELOPMENT	-	-	-	-	-	-	-	-	-	-
Vote 5 - COMMUNITY & SOCIAL SERVICES	-	-	-	1 638	1 638	1 638	1 638	4 761	-	-
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	-	-	-	64 695	64 695	64 695	64 695	101 874	78 524	76 382
Vote 7 -	-	-	-	-	-	-	-	-	-	-
Vote 8 -	-	-	-	-	-	-	-	-	-	-
Vote 9 -	-	-	-	-	-	-	-	-	-	-
Vote 10 -	-	-	-	-	-	-	-	-	-	-
Vote 11 -	-	-	-	-	-	-	-	-	-	-
Vote 12 -	-	-	-	-	-	-	-	-	-	-
Vote 13 -	-	-	-	-	-	-	-	-	-	-
Vote 14 -	-	-	-	-	-	-	-	-	-	-
Vote 15 -	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	-	-	-	66 933	66 933	66 933	66 933	107 235	78 524	76 382
Single-year expenditure to be appropriated										
Vote 1 - EXECUTIVE & COUNCIL	165	114	-	704	704	704	704	386	-	-
Vote 2 - BUDGET & TREASURY OFFICE	708	12 712	-	1 550	1 550	1 550	1 550	239	95	-
Vote 3 - CORPORATE SERVICES	6 412	264	-	1 660	1 660	1 660	1 660	7 055	730	156
Vote 4 - PLANNING & DEVELOPMENT	-	-	-	2 400	2 400	2 400	2 400	4 773	3 055	-
Vote 5 - COMMUNITY & SOCIAL SERVICES	2 120	7 882	-	12 268	12 268	12 268	12 268	26 044	11 839	11 925
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	106 382	109 254	-	70 381	89 227	89 227	89 227	48 569	87 285	109 500
Vote 7 -	-	-	-	-	-	-	-	-	-	-
Vote 8 -	-	-	-	-	-	-	-	-	-	-
Vote 9 -	-	-	-	-	-	-	-	-	-	-
Vote 10 -	-	-	-	-	-	-	-	-	-	-
Vote 11 -	-	-	-	-	-	-	-	-	-	-
Vote 12 -	-	-	-	-	-	-	-	-	-	-
Vote 13 -	-	-	-	-	-	-	-	-	-	-
Vote 14 -	-	-	-	-	-	-	-	-	-	-
Vote 15 -	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total	115 788	130 226	-	88 963	107 809	107 809	107 809	87 066	103 004	121 581
Total Capital Expenditure - Vote	115 788	130 226	-	155 896	174 742	174 742	174 742	194 302	181 528	197 963
Capital Expenditure - Standard										
Governance and administration										
Executive and council	7 285	13 090	-	4 514	4 537	4 537	4 537	8 280	825	156
Budget and treasury office	165	114	-	704	704	704	704	386	-	-
Corporate services	708	12 712	-	1 550	1 573	1 573	1 573	239	95	-
Community and public safety										
Community and social services	6 412	264	-	2 260	2 260	2 260	2 260	7 655	730	156
Sport and recreation	418	2 106	-	1 038	1 038	1 038	1 038	3 318	2 770	3 500
Public safety	21	1 951	-	28	28	28	28	713	270	-
Housing	-	-	-	1 010	1 010	1 010	1 010	2 605	2 500	3 500
Health	-	-	-	-	-	-	-	-	-	-
Economic and environmental services										
Planning and development	41 149	20 075	-	36 344	39 414	39 414	39 414	39 943	40 527	59 077
Road transport	1 671	1 008	-	11 348	8 318	8 318	8 318	17 148	8 514	405
Environmental protection	39 478	18 011	-	24 996	31 096	31 096	31 096	21 935	31 268	58 672
Trading services										
Electricity	66 935	94 955	-	114 000	129 776	129 776	129 776	142 761	137 406	135 230
Water	6 476	15 270	-	25 583	24 383	24 383	24 383	25 050	21 935	26 085
Waste water management	60 113	79 316	-	71 513	88 489	88 489	88 489	93 515	97 671	85 145
Waste management	213	369	-	10 000	10 000	10 000	10 000	10 000	15 000	16 000
Other	133	-	-	6 904	6 904	6 904	6 904	14 197	2 800	8 000
Total Capital Expenditure - Standard	115 788	130 226	-	155 896	174 764	174 764	174 764	194 302	181 528	197 963
Funded by:										
National Government	44 934	81 724	-	131 591	145 537	145 537	145 537	145 585	147 284	164 632
Provincial Government	-	-	-	1 638	1 638	1 638	1 638	-	-	-
District Municipality	-	-	-	-	-	-	-	-	-	-
Other transfers and grants	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital										
Public contributions & donations	44 934	81 724	-	133 229	147 175	147 175	147 175	145 585	147 284	164 632
Borrowing	-	-	-	5 000	5 000	5 000	5 000	-	-	-
Internally generated funds	70 854	48 502	-	17 667	22 590	22 590	22 590	48 716	34 244	33 331
Total Capital Funding	115 788	130 226	-	155 896	174 764	174 764	174 764	194 302	181 528	197 963

Table A6 - Budgeted Financial Position

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
ASSETS										
Current assets										
Cash	16 106	13 107	9 946	10 000	(3 040)	(3 040)	(3 040)	5 000	5 000	5 000
Call investment deposits	86 166	35 000	–	50 000	5 000	5 000	5 000	–	–	–
Consumer debtors	18 039	23 731	–	25 439	22 218	22 218	22 218	–	–	–
Other debtors	18 328	18 744	9 805	1 228	1 228	1 228	1 228	1 228	1 228	1 228
Current portion of long-term receivables	–	–	–	–	–	–	–	–	–	–
Inventory	175	282	623	316	316	316	316	100	200	300
Total current assets	138 813	90 864	20 374	86 982	25 721	25 721	25 721	6 328	6 428	6 528
Non current assets										
Long-term receivables	–	–	–	–	–	–	–	–	–	–
Investments	–	–	–	–	–	–	–	–	–	–
Investment property	8 168	8 168	37 937	8 168	8 168	8 168	8 168	8 168	8 168	8 168
Investment in Associate	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	678 742	734 582	–	1 014 434	971 871	971 871	971 871	–	–	–
Agricultural	–	–	–	–	–	–	–	–	–	–
Biological	–	–	–	–	–	–	–	–	–	–
Intangible	–	574	152	1 900	1 900	1 900	1 900	–	–	–
Other non-current assets	–	–	–	–	–	–	–	–	–	–
Total non current assets	686 910	743 323	38 090	1 024 502	981 939	981 939	981 939	8 168	8 168	8 168
TOTAL ASSETS	825 724	834 187	58 464	1 111 484	1 007 660	1 007 660	1 007 660	14 496	14 596	14 696
LIABILITIES										
Current liabilities										
Bank overdraft										
Borrowing	2 253	2 524	–	1 148	1 148	1 148	1 148	1 148	1 148	1 148
Consumer deposits										
Trade and other payables	50 168	85 273	–	66 836	20 632	20 632	20 632	20 632	20 632	20 632
Provisions	353	567	635							
Total current liabilities	52 774	88 365	–	68 620	21 781	21 781	21 781	21 781	21 781	21 781
Non current liabilities										
Borrowing	9 692	7 439	–	1 911	1 911	1 911	1 911	1 911	1 911	1 911
Provisions	–	–	–	–	2 000	2 000	2 000	2 000	2 000	2 000
Total non current liabilities	9 692	7 439	–	1 911	3 911	3 911	3 911	3 911	3 911	3 911
TOTAL LIABILITIES	62 466	95 804	–	70 530	25 691	25 691	25 691	25 691	25 691	25 691
NET ASSETS	763 257	738 383	58 464	1 040 953	981 969	981 969	981 969	(11 196)	(11 096)	(10 996)
COMMUNITY WEALTH/EQUITY										
Accumulated Surplus/(Deficit)	763 257	738 383	1 172 129	1 038 981						
Reserves	–	–	–	–	–	–	–	–	–	–
Minorities' interests										
TOTAL COMMUNITY WEALTH/EQUITY	763 257	738 383	1 172 129	1 038 981	–	–	–	–	–	–

Table A7 - Budgeted Cash Flow Statement

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other	92 903	109 653	86 338	111 151	111 083	111 083	111 083	122 598	135 437	149 621
Government - operating	168 166	174 578	217 758	245 591	249 175	249 175	249 175	278 664	293 747	318 982
Government - capital	44 934	81 724	74 507	133 229	147 175	147 175	147 175	145 585	147 284	162 432
Interest	18 876	9 386	4 532	7 016	2 016	2 016	2 016	7 717	8 489	9 338
Dividends	-	-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees	(227 590)	(356 496)	(312 645)	(367 211)	(379 997)	(379 997)	(379 997)	(436 500)	(446 643)	(471 454)
Finance charges	(3 332)	(2 707)	(2 580)	(1 347)	(1 347)	(1 347)	(1 347)	(1 420)	(1 499)	(1 580)
Transfers and Grants	-	-	-	(62)	(69)	(69)	(69)	(66)	(69)	(73)
NET CASH FROM/(USED) OPERATING ACTIVITIES	93 956	16 138	67 909	128 366	128 035	128 035	128 035	116 579	136 745	167 265
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE	586	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivable	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-
Payments										
Capital assets	(115 788)	(130 226)	(116 712)	(140 306)	(174 764)	(174 764)	(174 764)	(194 302)	(181 528)	(197 963)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(115 201)	(130 226)	(116 712)	(140 306)	(174 764)	(174 764)	(174 764)	(194 302)	(181 528)	(197 963)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans	-	-	-	-	5 000	5 000	5 000	5 000	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing	(4 811)	(2 681)	(2 456)	(1 148)	(1 148)	(1 148)	(1 148)	(1 148)	(1 148)	(1 148)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(4 811)	(2 681)	(2 456)	3 852	3 852	3 852	3 852	(1 148)	(1 148)	(1 148)
NET INCREASE/ (DECREASE) IN CASH HELD	(26 056)	(116 768)	(51 260)	(8 089)	(42 878)	(42 878)	(42 878)	(78 871)	(45 931)	(31 846)
Cash/cash equivalents at the year begin:	19 702	(6 354)	(123 123)	10 000	(3 040)	(3 040)	(3 040)	1 000	(77 871)	(123 802)
Cash/cash equivalents at the year end:	(6 354)	(123 123)	(174 383)	1 911	(45 918)	(45 918)	(45 918)	(77 871)	(123 802)	(155 647)

Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Cash and investments available										
Cash/cash equivalents at the year end										
(6 354)	(123 123)	(174 383)	1 911	(45 918)	(45 918)	(45 918)	(45 918)	(77 871)	(123 802)	(155 647)
Other current investments > 90 days	108 626	171 230	184 329	58 089	47 878	47 878	47 878	82 871	128 802	160 647
Non current assets - Investments	-	-	-	-	-	-	-	-	-	-
Cash and investments available:	102 272	48 107	9 946	60 000	1 960	1 960	1 960	5 000	5 000	5 000
Application of cash and investments										
Unspent conditional transfers	19 938	25 564	-	-	-	-	-	-	-	-
Unspent borrowing	-	-	-	-	-	-	-	-	-	-
Statutory requirements	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	(5 653)	17 681	(8 410)	42 838	(467)	(467)	(467)	19 523	19 519	19 514
Other provisions	353	567	-	635	-	-	-	-	-	-
Long term investments committed	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	-	-	-	-	-	-	-	-	-	-
Total Application of cash and investments:	14 638	43 813	(8 410)	43 473	(467)	(467)	(467)	19 523	19 519	19 514
Surplus(shortfall)	87 634	4 294	18 356	16 527	2 426	2 426	2 426	(14 523)	(14 519)	(14 514)

Table A9 - Asset Management

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
CAPITAL EXPENDITURE									
Total New Assets	68 283	61 003	-	86 067	86 067	86 067	73 097	74 429	69 325
Infrastructure - Road transport	39 532	-	-	23 790	23 790	23 790	6 481	13 500	-
Infrastructure - Electricity	6 045	14 792	-	19 383	19 383	19 383	23 600	20 400	25 100
Infrastructure - Water	13 505	32 342	-	13 410	13 410	13 410	700	6 605	10 000
Infrastructure - Sanitation	-	-	-	10 000	10 000	10 000	10 000	15 000	16 000
Infrastructure - Other	-	-	-	-	-	-	1 000	1 000	1 000
Infrastructure	59 083	47 134	-	66 583	66 583	66 583	41 781	56 505	52 100
Community	245	131	-	5 048	5 048	5 048	1 400	1 400	1 200
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Other assets	8 955	13 738	-	12 537	12 537	12 537	29 916	16 524	16 025
Agricultural Assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	1 900	1 900	1 900	-	-	-
Total Renewal of Existing Assets	47 505	69 223	-	69 829	69 829	69 829	121 205	107 099	128 638
Infrastructure - Road transport	-	1 550	-	600	600	600	13 988	12 528	53 292
Infrastructure - Electricity	439	-	-	6 200	6 200	6 200	6 173	16 920	2 206
Infrastructure - Water	46 597	64 128	-	58 079	58 079	58 079	90 415	72 651	73 140
Infrastructure - Sanitation	213	556	-	-	-	-	-	-	-
Infrastructure - Other	-	1 970	-	-	-	-	5 668	-	-
Infrastructure	47 249	68 203	-	64 879	64 879	64 879	116 443	102 099	128 638
Community	-	211	-	4 200	4 200	4 200	4 761	5 000	-
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Other assets	256	808	-	750	750	750	-	-	-
Agricultural Assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	39 532	1 550	-	24 390	24 390	24 390	20 469	26 028	53 292
Infrastructure - Road transport	6 484	14 792	-	25 583	25 583	25 583	29 773	37 320	27 306
Infrastructure - Electricity	60 102	96 469	-	71 488	71 488	71 488	91 115	79 256	83 140
Infrastructure - Water	213	556	-	10 000	10 000	10 000	10 000	15 000	16 000
Infrastructure - Sanitation	-	1 970	-	-	-	-	6 868	1 000	1 000
Infrastructure	106 332	115 337	-	131 461	131 461	131 461	158 224	158 604	180 738
Community	245	342	-	9 248	9 248	9 248	6 161	6 400	1 200
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Other assets	9 211	14 546	-	13 287	13 287	13 287	29 916	16 524	16 025
Agricultural Assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	1 900	1 900	1 900	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class	115 788	130 226	-	155 896	155 896	155 896	194 302	181 528	197 963
ASSET REGISTER SUMMARY - PPE (WDV)									
Infrastructure - Road transport	118 237	114 286	-	187 606	187 606	187 606	-	-	-
Infrastructure - Electricity	51 830	56 545	-	98 385	98 385	98 385	-	-	-
Infrastructure - Water	344 389	386 528	-	496 077	496 077	496 077	-	-	-
Infrastructure - Sanitation	4 150	5 552	-	99 791	99 791	99 791	-	-	-
Infrastructure - Other	-	11 095	-	11 545	11 545	11 545	-	-	-
Infrastructure	518 606	574 007	-	893 404	893 404	893 404	-	-	-
Community	75 369	79 029	-	94 552	94 552	94 552	-	-	-
Heritage assets	17 720	17 720	-	17 720	17 720	17 720	-	-	-
Investment properties	8 168	8 168	37 937	8 168	8 168	8 168	8 168	8 168	8 168
Other assets	58 880	55 568	-	111 341	111 341	111 341	-	-	-
Agricultural Assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Intangibles	-	574	152	1 900	1 900	1 900	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	678 742	735 065	38 090	1 127 084	1 127 084	1 127 084	8 168	8 168	8 168
EXPENDITURE OTHER ITEMS									
Depreciation & asset impairment	30 271	32 583	-	7 438	51 907	51 907	54 720	57 784	60 905
Repairs and Maintenance by Asset Class	78 992	122 974	-	126 736	126 736	126 736	120 186	131 824	142 295
Infrastructure - Road transport	9 174	14 420	-	20 041	20 041	20 041	19 131	20 203	21 293
Infrastructure - Electricity	3 521	5 000	-	7 433	7 433	7 433	9 495	10 027	10 569
Infrastructure - Water	48 643	76 692	-	70 716	70 716	70 716	60 861	69 285	76 487
Infrastructure - Sanitation	1 200	1 860	-	2 351	2 351	2 351	1 736	1 835	1 935
Infrastructure - Other	9 204	13 396	-	19 560	19 560	19 560	22 283	23 419	24 576
Infrastructure	71 741	111 368	-	120 101	120 101	120 101	113 507	124 770	134 859
Community	36	13	-	40	40	40	43	45	48
Heritage assets	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Other assets	7 215	11 592	-	6 594	6 594	6 594	6 637	7 009	7 388
TOTAL EXPENDITURE OTHER ITEMS	109 263	155 557	-	134 174	178 643	178 643	174 906	189 608	203 199
Renewal of Existing Assets as % of total capex	41.0%	53.2%	0.0%	44.8%	44.8%	44.8%	62.4%	59.0%	65.0%
Renewal of Existing Assets as % of deprecon"	156.9%	212.4%	0.0%	938.9%	134.5%	134.5%	221.5%	185.3%	211.2%
R&M as a % of PPE	11.6%	16.7%	0.0%	12.5%	13.0%	13.0%	0.0%	0.0%	0.0%
Renewal and R&M as a % of PPE	19.0%	26.0%	0.0%	17.0%	17.0%	17.0%	2955.0%	2925.0%	3317.0%

A10 - Basic Service Delivery Measurement

Description	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
	Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Household service targets									
Water:									
Piped water inside dwelling	50 376	50 376	50 376	50 376	50 376	50 376	53 096	56 070	59 098
Piped water inside yard (but not in dwelling)	150 114	150 114	150 114	150 114	150 114	150 114	158 220	167 081	176 103
Using public tap (at least min.service level)	106 162	106 162	106 162	106 162	106 162	106 162	111 895	118 161	124 541
Other water supply (at least min.service level)	-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>	306 652	306 652	306 652	306 652	306 652	306 652	323 211	341 311	359 742
Using public tap (< min.service level)	-	-	-	-	-	-	-	-	-
Other water supply (< min.service level)	31 443	31 443	31 443	31 443	31 443	31 443	33 141	34 997	36 886
No water supply	-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>	31 443	31 443	31 443	31 443	31 443	31 443	33 141	34 997	36 886
Total number of households	338 095	338 095	338 095	338 095	338 095	338 095	356 352	376 308	396 628
Sanitation/sewerage:									
Flush toilet (connected to sewerage)	18 933	18 933	18 933	18 933	18 933	18 933	19 956	21 073	22 211
Flush toilet (with septic tank)	6 424	6 424	6 424	6 424	6 424	6 424	6 771	7 150	7 536
Chemical toilet	126 448	126 448	126 448	126 448	126 448	126 448	133 276	140 739	148 339
Pit toilet (v entilated)	121 038	121 038	121 038	121 038	121 038	121 038	127 574	134 718	141 993
Other toilet provisions (> min.service level)	6 086	6 086	6 086	6 086	6 086	6 086	6 414	6 774	7 139
<i>Minimum Service Level and Above sub-total</i>	278 928	278 928	278 928	278 928	278 928	278 928	293 991	310 454	327 218
Bucket toilet	-	-	-	-	-	-	-	-	-
Other toilet provisions (< min.service level)	-	-	-	-	-	-	-	-	-
No toilet provisions	59 167	59 167	59 167	59 167	59 167	59 167	49 167	39 167	29 167
<i>Below Minimum Service Level sub-total</i>	59 167	59 167	59 167	59 167	59 167	59 167	49 167	39 167	29 167
Total number of households	338 095	338 095	338 095	338 095	338 095	338 095	343 157	349 621	356 385
Energy:									
Electricity (at least min.service level)	149 100	149 100	149 100	149 100	149 100	149 100	157 151	165 952	174 913
Electricity - prepaid (min.service level)	-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>	149 100	149 100	149 100	149 100	149 100	149 100	157 151	165 952	174 913
Electricity (< min.service level)	-	-	-	-	-	-	-	-	-
Electricity - prepaid (< min. service level)	-	-	-	-	-	-	-	-	-
Other energy sources	189 333	189 333	189 333	189 333	189 333	189 333	199 557	210 732	222 112
<i>Below Minimum Service Level sub-total</i>	189 333	189 333	189 333	189 333	189 333	189 333	199 557	210 732	222 112
Total number of households	338 433	338 433	338 433	338 433	338 433	338 433	356 708	376 684	397 025
Refuse:									
Removed at least once a week	95 343	95 343	95 343	95 343	95 343	95 343	100 491	106 119	111 849
<i>Minimum Service Level and Above sub-total</i>	95 343	95 343	95 343	95 343	95 343	95 343	100 491	106 119	111 849
Removed less frequently than once a week	11 157	11 157	11 157	11 157	11 157	11 157	11 760	12 418	13 089
Using communal refuse dump	4 057	4 057	4 057	4 057	4 057	4 057	4 276	4 516	4 760
Using own refuse dump	216 719	216 719	216 719	216 719	216 719	216 719	228 422	241 213	254 239
Other rubbish disposal	-	-	-	-	-	-	-	-	-
No rubbish disposal	10 819	10 819	10 819	10 819	10 819	10 819	11 403	12 042	12 692
<i>Below Minimum Service Level sub-total</i>	242 752	242 752	242 752	242 752	242 752	242 752	255 861	270 189	284 779
Total number of households	338 095	338 095	338 095	338 095	338 095	338 095	356 352	376 308	396 628
Households receiving Free Basic Service									
Water (6 kilolitres per household per month)	306 652	306 652	306 652	306 652	306 652	306 652	323 211	341 311	359 742
Sanitation (free minimum level service)	11 442	11 442	11 442	11 442	11 442	11 442	11 442	11 442	11 442
Electricity/other energy (50kwh per household per month)	11 442	11 442	11 442	11 442	11 442	11 442	11 442	11 442	11 442
Refuse (removed at least once a week)	11 442	11 442	11 442	11 442	11 442	11 442	11 442	11 442	11 442

Part 2 – Supporting Documentation

2.1 Overview of the annual budget process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

The Budget Steering Committee consists of the Municipal Manager and senior officials of the municipality meeting under the chairpersonship of the MMC for Finance.

The primary aims of the Budget Steering Committee is to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices;
- that there is proper alignment between the policy and service delivery priorities set out in the municipality's IDP and the budget, taking into account the need to protect the financial sustainability of municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that the various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

2.1.1 Budget Process Overview

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year (i.e. in August 2011) a time schedule that sets out the process to revise the IDP and prepare the budget.

The Mayor tabled in Council the required the IDP and budget time schedule on 25 August 2011. Key dates applicable to the process were:

- **August 2011** – Joint strategic planning session of the Mayoral Committee and Executive Management. Aim: to review past performance trends of the capital and operating budgets, the economic realities and to set the prioritisation criteria for the compilation of the 2012/13 MTREF;
- **November 2011** – Detail departmental budget proposals (capital and operating) submitted to the Budget and Treasury Office for consolidation and assessment against the financial planning guidelines;
- **January 2011** - Review of the financial strategy and key economic and financial planning assumptions by the Budget Steering Committee. This included financial forecasting and scenario considerations;
- **January 2011** – Multi-year budget proposals are submitted to the Mayoral Committee for endorsement;
- **28 January 2011** - Council considers the 2011/12 Mid-year Review and Adjustments Budget;

- **February 2011** - Recommendations of the Mayoral Committee are communicated to the Budget Steering Committee, and on to the respective departments. The draft 2012/13 MTREF is revised accordingly;
- **March 2011** - Tabling in Council of the draft 2012/13 IDP and 2012/13 MTREF for public consultation;
- **April 2011** – Public consultation;
- **May 2011** - Closing date for written comments;
- **May 2011** – finalisation of the 2012/13 IDP and 2012/13 MTREF, taking into consideration comments received from the public, comments from National Treasury, and updated information from the most recent Division of Revenue Bill and financial framework; and
- **May 2011** - Tabling of the 2012/13 MTREF before Council for consideration and approval.

2.1.2 IDP and Service Delivery and Budget Implementation Plan

The municipality's IDP is its principal strategic planning instrument, which directly guides and informs its planning, budget, management and development actions. This framework is rolled out into objectives, key performance indicators and targets for implementation which directly inform the Service Delivery and Budget Implementation Plan.

The IDP has been taken into a business and financial planning process leading up to the 2012/13 MTREF, based on the approved 2011/12 MTREF, Mid-year Review and adjustments budget. The business planning process has subsequently been refined in the light of current economic circumstances and the resulting revenue projections.

With the compilation of the 2012/13 MTREF, each department/function had to review the business planning process, including the setting of priorities and targets after reviewing the mid-year and third quarter performance against the 2011/12 Departmental Service Delivery and Budget Implementation Plan. Business planning links back to priority needs and master planning, and essentially informed the detail operating budget appropriations and three-year capital programme.

2.1.3 Financial Modelling and Key Planning Drivers

As part of the compilation of the 2012/13 MTREF, extensive financial modelling was undertaken to ensure affordability and long-term financial sustainability. The following key factors and planning strategies have informed the compilation of the 2012/13 MTREF:

- Municipal growth
- Policy priorities and strategic objectives
- Asset maintenance
- Economic climate and trends (i.e inflation, Eskom increases, household debt, migration patterns)
- Performance trends
- The approved 2011/12 adjustments budget and performance against the SDBIP
- Cash Flow Management Strategy

- Debtor payment levels
- The need for tariff increases versus the ability of the community to pay for services;
- Improved and sustainable service delivery

In addition to the above, the strategic guidance given in National Treasury's MFMA Circulars 51 and 54, 55 and 58 has been taken into consideration in the planning and prioritisation process.

2.2 Overview of alignment of annual budget with IDP

The Constitution mandates local government with the responsibility to exercise local developmental and cooperative governance. The eradication of imbalances in South African society can only be realized through a credible integrated developmental planning process.

Municipalities in South Africa need to utilise integrated development planning as a method to plan future development in their areas and so find the best solutions to achieve sound long-term development goals. A municipal IDP provides a five year strategic programme of action aimed at setting short, medium and long term strategic and budget priorities to create a development platform, which correlates with the term of office of the political incumbents. The plan aligns the resources and the capacity of a municipality to its overall development aims and guides the municipal budget. An IDP is therefore a key instrument which municipalities use to provide vision, leadership and direction to all those that have a role to play in the development of a municipal area. The IDP enables municipalities to make the best use of scarce resources and speed up service delivery.

Integrated developmental planning in the South African context is amongst others, an approach to planning aimed at involving the municipality and the community to jointly find the best solutions towards sustainable development. Furthermore, integrated development planning provides a strategic environment for managing and guiding all planning, development and decision making in the municipality.

It is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and other spheres of government in a coherent plan to improve the quality of life for all the people living in that area. Applied to the municipality, issues of national and provincial importance should be reflected in the IDP of the municipality. A clear understanding of such intent is therefore imperative to ensure that the municipality strategically complies with the key national and provincial priorities.

The aim of this revision cycle was to develop and coordinate a coherent plan to improve the quality of life for all the people living in the area, also reflecting issues of national and provincial importance. One of the key objectives is therefore to ensure that there exists alignment between national and provincial priorities, policies and strategies and the municipality's response to these requirements.

The national and provincial priorities, policies and strategies of importance include amongst others:

- Green Paper on National Strategic Planning of 2009;
- Government Programme of Action;
- Development Facilitation Act of 1995;
- Provincial Growth and Development Strategy (GGDS);

- National and Provincial spatial development perspectives;
- Relevant sector plans such as transportation, legislation and policy;
- National Key Performance Indicators (NKPIs);
- Accelerated and Shared Growth Initiative (ASGISA);
- National 2014 Vision;
- National Spatial Development Perspective (NSDP) and
- The National Priority Outcomes.

The Constitution requires local government to relate its management, budgeting and planning functions to its objectives. This gives a clear indication of the intended purposes of municipal integrated development planning. Legislation stipulates clearly that a municipality must not only give effect to its IDP, but must also conduct its affairs in a manner which is consistent with its IDP.

In order to ensure integrated and focused service delivery between all spheres of government it was important for the municipality to align its budget priorities with that of national and provincial government. All spheres of government place a high priority on infrastructure development, economic development and job creation, efficient service delivery, poverty alleviation and building sound institutional arrangements.

Local priorities were identified as part of the IDP review process which is directly aligned to that of the national and provincial priorities.

The 2012/13 MTREF has therefore been directly informed by the IDP revision process and the following tables provide a reconciliation between the IDP strategic objectives and operating revenue, operating expenditure and capital expenditure.

Table SA4 - Reconciliation between the IDP strategic objectives and budgeted revenue

Strategic Objective R thousand	Goal	Goal Code	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Provide quality basic services and infrastructure.	provision of electricity; water; sanitation; waste removal; housing; roads and storm water; public transport and maintaining the infrastructure of the town.		280 326	293 400		375 232	375 232	375 232	421 191	450 527	491 440
Formalize the Settlement	Town establishment.		205	217		882	882	882	970	1 067	1 174
Provide facilities for business opportunities.	Number of people utilising the facilities for business purposes.		-	-		-	-	-			
Provide the communities with safe buildings for meetings	Number of people Utilising the hall.		-	-		-	-	-			
Provide staff with reliable and efficient equipments.	Improved staff productivity and customer satisfaction.		-	-		-	-	-			
Total Revenue (excluding capital transfers and contributions)			280 531	293 617	-	376 114	376 114	376 114	422 161	451 594	492 614

Table SA5 - Reconciliation between the IDP strategic objectives and budgeted operating expenditure

Strategic Objective R thousand	Goal	Goal Code	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Provide quality basic services and infrastructure.	provision of electricity; water; sanitation; waste removal; housing; roads		173 196	285 841		259 455	259 455	259 455	486 700	500 683	534 240
Formalize the Settlement	Town establishment		3 250	4 041		14 548	14 548	14 548	19 181	19 226	14 437
Provide facilities for business opportunities.	Number of people utilising the facilities for business purposes.		–	–		–	–	–			
Provide the communities with safe buildings for meetings	Number of people Utilising the hall.		10 669	5 010		3 000	3 000	3 000			
Provide staff with reliable and efficient equipments.	Improved staff productivity and customer satisfaction.		75 698	102 338		100 256	100 256	100 256			
Allocations to other priorities											
Total Expenditure			262 814	397 230	–	377 258	377 258	377 258	505 880	519 909	548 677

Table SA6 - Reconciliation between the IDP strategic objectives and budgeted capital expenditure

Strategic Objective R thousand	Goal	Goal Code	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Provide quality basic services and infrastructure.	provision of electricity; water; sanitation; waste removal; housing; roads	A	106 332	115 337		131 461	154 537	154 537	154 851	156 949	181 938
Formalize the Settlement	Town establishment	B	–	–		4 200	4 200	4 200	4 773	3 055	–
Provide facilities for business opportunities.	Number of people utilising the facilities for business purposes.	C	–	–		–	–	–			
Provide the communities with safe buildings for meetings	Number of people Utilising the hall.	D	245	342		9 248	9 248	9 248	4 761	5 000	
Provide staff with reliable and efficient equipments.	Improved staff productivity and customer satisfaction.	E	9 211	14 546		10 987	10 987	10 987	29 916	16 524	16 025
Allocations to other priorities											
Total Capital Expenditure			115 788	130 226	–	155 896	178 971	178 971	194 302	181 528	197 963

The following table sets out the municipalities main performance objectives and benchmarks for the 2012/13 MTREF.

Table SA8 - Performance indicators and benchmarks

Description of financial indicator	Basis of calculation	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Borrowing Management											
Credit Rating											
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	3.1%	1.4%	29.5%	0.7%	0.6%	0.6%	0.6%	0.5%	0.5%	0.5%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	7.2%	4.5%	5.3%	1.9%	2.1%	2.1%	2.1%	1.8%	1.7%	1.6%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions	0.0%	0.0%	0.0%	22.1%	18.1%	18.1%	18.1%	0.0%	0.0%	0.0%
Safety of Capital											
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity											
Current Ratio	Current assets/current liabilities	2.6	1.0	-	1.3	1.2	1.2	1.2	0.3	0.3	0.3
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	2.6	1.0	-	1.3	1.2	1.2	1.2	0.3	0.3	0.3
Liquidity Ratio	Monetary Assets/Current Liabilities	1.9	0.5	-	0.9	0.1	0.1	0.1	0.2	0.2	0.2
Revenue Management											
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing	98.7%	98.9%	85.8%	90.0%	90.0%	90.0%	90.0%	90.3%	90.3%	90.7%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)		98.7%	98.9%	85.8%	90.0%	90.0%	90.0%	90.0%	90.3%	90.3%	90.7%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	13.0%	14.5%	3.0%	7.1%	6.3%	6.3%	6.3%	0.3%	0.3%	0.2%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old										
Creditors Management											
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA's 65(e))	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Creditors to Cash and Investments		-475.7%	-48.5%	0.0%	3497.1%	-44.9%	-44.9%	-44.9%	-26.5%	-16.7%	-13.3%
Other Indicators											
Electricity Distribution Losses (2)	% Volume (units purchased and generated less units sold)/units purchased and generated	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%
Water Distribution Losses (2)	% Volume (units purchased and own source less units sold)/Total units purchased and own source	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%
Employee costs	Employee costs/(Total Revenue - capital revenue)	36.3%	43.8%	0.0%	45.7%	46.2%	46.2%	46.2%	43.4%	42.9%	41.4%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	40.5%	48.3%	4.4%	49.4%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	28.2%	41.9%	0.0%	33.7%	33.8%	33.8%	33.8%	28.5%	29.2%	28.9%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	12.0%	12.0%	1.0%	2.3%	14.2%	14.2%	14.2%	13.3%	13.1%	12.7%
IDP regulation financial viability indicators											
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	9.3	17.0	12.9	41.2	41.2	41.2	41.2	14.9	15.1	16.6
ii.O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services (Available cash + investments)/monthly fixed operational expenditure	58.9%	53.8%	11.2%	24.4%	21.5%	21.5%	21.5%	1.0%	0.9%	0.8%
iii. Cost coverage		(0.4)	(5.7)	(127.9)	0.1	(1.7)	(1.7)	(1.7)	(2.7)	(4.1)	(4.9)

The tables below provide detail investment information and investment particulars by maturity.

SA15 – Detail Investment Information

Investment type R thousand	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Parent municipality									
Securities - National Government									
Listed Corporate Bonds									
Deposits - Bank	86 166	35 000	5 000	50 000	5 000	500	5 000	5 000	5 000
Deposits - Public Investment Commissioners									
Deposits - Corporation for Public Deposits									
Bankers Acceptance Certificates									
Negotiable Certificates of Deposit - Banks									
Guaranteed Endowment Policies (sinking)									
Repurchase Agreements - Banks									
Municipal Bonds									
Municipality sub-total	86 166	35 000	5 000	50 000	5 000	500	5 000	5 000	5 000
Entities									
Securities - National Government									
Listed Corporate Bonds									
Deposits - Bank									
Deposits - Public Investment Commissioners									
Deposits - Corporation for Public Deposits									
Bankers Acceptance Certificates									
Negotiable Certificates of Deposit - Banks									
Guaranteed Endowment Policies (sinking)									
Repurchase Agreements - Banks									
Entities sub-total	-	-	-	-	-	-	-	-	-
Consolidated total:	86 166	35 000	5 000	50 000	5 000	500	5 000	5 000	5 000

SA16 – Investment particulars by maturity

Investments by Maturity Name of institution & investment ID	Period of Investment Yrs/Months	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate 3.	Expiry date of investment	Monetary value	Interest to be realised
							Rand thousand	Rand thousand
Parent municipality								
ABSA	1 year	Fixed	Yes	Fixed	5.0%	2012/11/30	5 000	250
TOTAL INVESTMENTS AND INTEREST							5 000	250

Table SA 18 - Capital transfers and grant receipts

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
RECEIPTS:									
Capital Transfers and Grants									
National Government:									
Municipal Infrastructure Grant (MIG)	45 912	81 723	95 982	131 591	145 537	145 537	145 585	147 284	162 432
Intergrated National Electrification Programme	38 887	68 275	91 482	112 208	126 154	126 154	132 985	140 284	152 432
7 025	13 449	4 500	19 383	19 383	19 383	19 383	12 600	7 000	10 000
Total Capital Transfers and Grants	45 912	81 723	95 982	131 591	145 537	145 537	145 585	147 284	162 432
TOTAL RECEIPTS OF TRANSFERS & GRANTS	214 078	256 302	305 675	378 820	396 349	396 349	424 249	441 031	481 414

2.2.1 Cash Flow Management

Cash flow management and forecasting is a critical step in determining if the budget is funded over the medium-term. The table below is consistent with international standards of good financial management

practice and also improves understandability for councillors and management. Some specific features include:

- Clear separation of receipts and payments within each cash flow category;
- Clear separation of capital and operating receipts from government, which also enables cash from 'Ratepayers and other' to be provided for as cash inflow based on actual performance. In other words the *actual collection rate* of billed revenue., and
- Separation of borrowing and loan repayments (no set-off), to assist with MFMA compliance assessment regarding the use of long term borrowing (debt).

Table A7 - Budget cash flow statement

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other	92 903	109 653	86 338	111 151	111 083	111 083	111 083	122 598	135 437	149 621
Government - operating	168 166	174 578	217 758	245 591	249 175	249 175	249 175	278 664	293 747	318 982
Government - capital	44 934	81 724	74 507	133 229	147 175	147 175	147 175	145 585	147 284	162 432
Interest	18 876	9 386	4 532	7 016	2 016	2 016	2 016	7 717	8 489	9 338
Dividends	-	-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees	(227 590)	(356 496)	(312 645)	(367 211)	(379 997)	(379 997)	(379 997)	(436 500)	(446 643)	(471 454)
Finance charges	(3 332)	(2 707)	(2 580)	(1 347)	(1 347)	(1 347)	(1 347)	(1 420)	(1 499)	(1 580)
Transfers and Grants	-	-	-	(62)	(69)	(69)	(69)	(66)	(69)	(73)
NET CASH FROM/(USED) OPERATING ACTIVITIES	93 956	16 138	67 909	128 366	128 035	128 035	128 035	116 579	136 745	167 265
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE	586	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivable	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-
Payments										
Capital assets	(115 788)	(130 226)	(116 712)	(140 306)	(174 764)	(174 764)	(174 764)	(194 302)	(181 528)	(197 963)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(115 201)	(130 226)	(116 712)	(140 306)	(174 764)	(174 764)	(174 764)	(194 302)	(181 528)	(197 963)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing	(4 811)	(2 681)	(2 456)	(1 148)	(1 148)	(1 148)	(1 148)	(1 148)	(1 148)	(1 148)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(4 811)	(2 681)	(2 456)	3 852	3 852	3 852	3 852	(1 148)	(1 148)	(1 148)
NET INCREASE/ (DECREASE) IN CASH HELD	(26 056)	(116 768)	(51 260)	(8 089)	(42 878)	(42 878)	(42 878)	(78 871)	(45 931)	(31 846)
Cash/cash equivalents at the year begin:	19 702	(6 354)	(123 123)	10 000	(3 040)	(3 040)	(3 040)	1 000	(77 871)	(123 802)
Cash/cash equivalents at the year end:	(6 354)	(123 123)	(174 383)	1 911	(45 918)	(45 918)	(45 918)	(77 871)	(123 802)	(155 647)

2.2.2 Cash Backed Reserves/Accumulated Surplus Reconciliation

This following table meets the requirements of MFMA Circular 42 which deals with the funding of a municipal budget in accordance with sections 18 and 19 of the MFMA. The table seeks to answer three key questions regarding the use and availability of cash:

- What are the predicted cash and investments that are available at the end of the budget year?
- How are those funds used?
- What is the net funds available or funding shortfall?

A surplus would indicate the cash-backed accumulated surplus that was/is available. A shortfall (applications > cash and investments) is indicative of non-compliance with section 18 of the MFMA requirement that the municipality's budget must be 'funded'. Non-compliance with section 18 is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded (budgeted spending is greater than funds available or to be collected). It is also important to analyse trends to understand the consequences, e.g. the budget year might indicate a small surplus situation, which in itself is an appropriate outcome, but if in prior years there were much larger surpluses then this negative trend may be a concern that requires closer examination.

Table A8 - Cash backed reserves/accumulated surplus reconciliation

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Cash and investments available										
Cash/cash equivalents at the year end	(6 354)	(123 123)	(174 383)	1 911	(45 918)	(45 918)	(45 918)	(77 871)	(123 802)	(155 647)
Other current investments > 90 days	108 626	171 230	184 329	58 089	47 878	47 878	47 878	82 871	128 802	160 647
Non current assets - Investments	-	-	-	-	-	-	-	-	-	-
Cash and investments available:	102 272	48 107	9 946	60 000	1 960	1 960	1 960	5 000	5 000	5 000
Application of cash and investments										
Unspent conditional transfers	19 938	25 564	-	-	-	-	-	-	-	-
Unspent borrowing	-	-	-	-	-	-	-	-	-	-
Statutory requirements										
Other working capital requirements	(5 653)	17 681	(8 410)	42 838	(467)	(467)	(467)	19 523	19 519	19 514
Other provisions	353	567		635						
Long term investments committed	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments										
Total Application of cash and investments:	14 638	43 813	(8 410)	43 473	(467)	(467)	(467)	19 523	19 519	19 514
Surplus(shortfall)	87 634	4 294	18 356	16 527	2 426	2 426	2 426	(14 523)	(14 519)	(14 514)

SA10 – Funding compliance measurement

Description	MFMA section	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Funding measures											
Cash/cash equivalents at the year end - R'000	18(1)b	(6 354)	(123 123)	(174 383)	1 911	(45 918)	(45 918)	(45 918)	(77 871)	(123 802)	(155 647)
Cash + investments at the yr end less applications - R'000	18(1)b	87 634	4 294	18 356	16 527	2 426	2 426	2 426	(14 523)	(14 519)	(14 514)
Cash yr end/monthly employee/supplier payments	18(1)b	(0.4)	(5.7)	(127.9)	0.1	(1.7)	(1.7)	(1.7)	(2.7)	(4.1)	(4.9)
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	62 651	(21 890)	304 057	131 393	74 447	72 924	72 924	61 866	78 968	106 369
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	N.A.	22.7%	1.6%	21.6%	(6.0%)	(6.0%)	(6.0%)	4.0%	4.0%	4.0%
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	98.7%	98.9%	85.8%	90.0%	90.0%	90.0%	90.0%	90.3%	90.7%	91.1%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	2.6%	6.9%	1.8%	1.1%	11.5%	12.1%	12.1%	11.0%	10.5%	10.1%
Capital payments % of capital expenditure	18(1);19	100.0%	100.0%	0.0%	90.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	0.0%	0.0%	0.0%	22.1%	18.1%	18.1%	18.1%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a								0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	18(1)a	N.A.	16.8%	(76.9%)	172.0%	(12.1%)	0.0%	0.0%	(94.8%)	0.0%	0.0%
Long term receivables % change - incr(decr)	18(1)a	N.A.	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M % of Property Plant & Equipment	20(1)(vi)	11.6%	16.7%	0.0%	12.5%	13.0%	13.0%	12.4%	0.0%	0.0%	0.0%
Asset renewal % of capital budget	20(1)(vi)	41.0%	53.2%	0.0%	44.8%	40.0%	40.0%	0.0%	62.4%	59.0%	65.0%

2.3 Expenditure on grants and reconciliations of unspent funds

SA19 - Expenditure on transfers and grant programmes

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
EXPENDITURE:									
<u>Operating expenditure of Transfers and Grants</u>									
National Government:	167 893	174 587	213 258	245 591	250 333	250 333	291 445	283 747	304 982
Local Government Equitable Share	144 660	157 899	196 588	234 566	234 566	234 566	259 653	278 075	298 694
Finance Management	228	759	1 000	1 250	1 250	1 250	1 500	1 500	1 750
Municipal Systems Improvement	735	735	750	790	790	790	800	870	950
Water Services Operating Subsidy	22 270	15 194	14 920	8 985	9 059	9 059	7 494		
EPWP Incentive					1 638	1 638	1 366		
MIG-PMU Operational					3 030	3 030	20 632	3 302	3 588
Provincial Government:	-	-	-	-	-	-	4 720	10 000	14 000
Refurbishment (DWA)							4 720	10 000	14 000
Other grant providers:	-	-	-	-	480	480	-	-	-
LGSETA Learnership grant					480	480			
Total operating expenditure of Transfers and Grants	167 893	174 587	213 258	245 591	250 813	250 813	296 165	293 747	318 982
<u>Capital expenditure of Transfers and Grants</u>									
National Government:	50 624	72 974	79 007	131 591	145 537	145 537	145 585	147 284	162 432
Municipal Infrastructure Grant (MIG)	43 599	59 526	74 507	112 208	126 154	126 154	132 985	140 284	152 432
Integrated National Electrification Programme	7 025	13 449	4 500	19 383	19 383	19 383	12 600	7 000	10 000
Provincial Government:	-	-	-	1 638	-	-	-	-	-
0				1 638					
Total capital expenditure of Transfers and Grants	50 624	72 974	79 007	133 229	145 537	145 537	145 585	147 284	162 432
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	218 517	247 562	292 265	378 820	396 349	396 349	441 751	441 031	481 414

SA 20 - Reconciliation between of transfers, grant receipts and unspent funds

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Operating transfers and grants:									
National Government:									
Balance unspent at beginning of the year									
Current year receipts	168 166	174 578	209 693	247 229	250 333	250 333	273 944	283 747	304 982
Conditions met - transferred to revenue	168 166	174 578	209 693	247 229	250 333	250 333	273 944	283 747	304 982
Conditions still to be met - transferred to liabilities									
Provincial Government:									
Balance unspent at beginning of the year									
Current year receipts	-	-	-	-	-	-	4 720	10 000	14 000
Conditions met - transferred to revenue	-	-	-	-	-	-	4 720	10 000	14 000
Current year receipts	-	-	-	-	480	480	-	-	-
Conditions met - transferred to revenue	-	-	-	-	480	480	-	-	-
Conditions still to be met - transferred to liabilities									
Total operating transfers and grants revenue	168 166	174 578	209 693	247 229	250 813	250 813	278 664	293 747	318 982
Total operating transfers and grants - CTBM	-	-	-	-	-	-	-	-	-
Capital transfers and grants:									
National Government:									
Balance unspent at beginning of the year			16 975						
Current year receipts	45 912	81 723	95 982	131 591	145 537	145 537	145 585	147 284	162 432
Conditions met - transferred to revenue	45 912	81 723	112 957	131 591	145 537	145 537	145 585	147 284	162 432
Total capital transfers and grants revenue	45 912	81 723	112 957	131 591	145 537	145 537	145 585	147 284	162 432
Total capital transfers and grants - CTBM	-	-	-	-	-	-	-	-	-
TOTAL TRANSFERS AND GRANTS REVENUE	214 078	256 302	322 651	378 820	396 349	396 349	424 249	441 031	481 414
TOTAL TRANSFERS AND GRANTS - CTBM	-	-	-	-	-	-	-	-	-

SA25 - Budgeted monthly revenue and expenditure

Description R thousand	Budget Year 2012/13												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Revenue By Source															
Property rates	2 112	4 224	3 168	3 168	3 696	4 224	6 336	5 808	4 224	5 280	5 280	5 280	52 800	58 080	63 888
Property rates - penalties & collection charges	4 464	3 247	2 435	2 841	3 653	3 247	4 059	3 247	3 653	3 247	3 653	2 841	40 586	44 644	49 109
Service charges - electricity revenue	1 179	1 516	1 685	1 011	1 179	1 179	1 853	1 179	1 516	1 348	1 516	1 685	16 845	18 530	20 383
Service charges - water revenue	268	238	268	238	208	328	268	298	238	208	179	2978	3 276	3 604	
Service charges - sanitation revenue	400	400	400	400	267	400	400	222	400	356	400	400	4 445	4 890	5 379
Service charges - refuse revenue	-	-	-	-	-	290	218	218	-	-	-	726	799	878	
Service charges - other	100	133	117	150	266	83	100	200	150	117	100	150	1 665	1 831	2 014
Rental of facilities and equipment	154	695	463	772	386	1 543	463	540	2 315	232	77	77	7 717	8 489	9 338
Interest earned - external investments	1	1	1	1	1	1	1	1	1	1	1	1	7	7	8
Interest earned - outstanding debtors	Dividends received												-	-	-
Fines	149	132	83	99	132	149	198	66	215	165	149	116	1 650	1 815	1 997
Licences and permits			47									-	47	51	57
Agency services	764	668	859	764	955	764	1 050	859	764	668	573	859	9 549	10 503	11 554
Transfers recognised - operational	111 465	-	-	-	111 465	-	-	-	55 733	-	-	-	278 664	293 747	318 982
Other revenue	372	372	372	372	372	372	372	372	372	372	372	390	4 482	4 930	5 424
Gains on disposal of PPE												-	-	-	-
Total Revenue (excluding capital transfers and contributions)	121 428	11 626	9 897	9 815	122 610	12 170	15 450	12 980	69 857	12 022	12 328	11 977	422 161	451 594	492 614
Expenditure By Type															
Employee related costs	14 108	14 108	14 108	14 108	28 216	14 108	14 108	14 108	14 108	14 108	14 108	14 108	183 403	193 583	204 155
Remuneration of councillors	1 436	1 436	1 436	1 436	1 436	1 436	1 436	1 436	1 436	1 436	1 436	1 436	17 231	18 341	19 332
Debt impairment													13 175	13 175	13 913
Depreciation & asset impairment													54 720	54 720	60 905
Finance charges	4 877	4 877	4 877	4 877	355	355	4 877	4 877	355	4 877	4 877	4 877	355	1 420	1 499
Bulk purchases	90	90	90	90	90	90	90	90	90	90	90	90	1 085	1 146	1 208
Other materials	664	664	664	664	664	664	664	664	664	664	664	664	7 966	8 412	8 875
Contracted services													66	69	73
Transfers and grants													-	-	-
Other expenditure	14 024	14 024	14 024	14 024	14 024	14 024	14 024	14 024	14 024	14 024	14 024	14 024	168 292	163 362	172 746
Loss on disposal of PPE													-	-	-
Total Expenditure	35 199	35 199	35 554	35 199	49 307	35 554	35 265	35 199	35 554	35 199	35 199	103 449	505 880	519 909	548 677
Surplus/(Deficit)	86 229	(23 573)	(25 658)	(25 384)	73 303	(23 384)	(19 816)	(22 219)	34 303	(23 177)	(22 871)	(91 473)	(83 720)	(68 315)	(56 063)
Transfers recognised - capital	58 234				58 234				29 117				-	145 585	147 284
Contributions recognised - capital													-	-	-
Contributed assets													-	-	-
Surplus/(Deficit) after capital transfers & contributions	144 463	(23 573)	(25 658)	(25 384)	131 537	(23 384)	(19 816)	(22 219)	63 420	(23 177)	(22 871)	(91 473)	61 866	78 968	106 369
Taxation													-	-	-
Attributable to minorities													-	-	-
Share of surplus/ (deficit) of associate													-	-	-
Surplus/(Deficit)	144 463	(23 573)	(25 658)	(25 384)	131 537	(23 384)	(19 816)	(22 219)	63 420	(23 177)	(22 871)	(91 473)	61 866	78 968	106 369

SA26 - Budgeted monthly revenue and expenditure (municipal vote)

Description R thousand	Budget Year 2012/13												Medium Term Revenue and Expenditure Framework			
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15	
Revenue by Vote																
Vote1 - EXECUTIVE & COUNCIL	52 096	5 013	3 725	4 034	53 911	5 862	6 893	6 443	31 501	5 606	5 452	5 456	185 992	200 886	217 689	
Vote 2 - BUDGET & TREASURY OFFICE	155	188	172	205	321	138	155	255	205	172	155	207	2 327	2 560	2 816	
Vote 3 - CORPORATE SERVICES	77	77	123	77	77	77	77	77	77	77	77	80	970	1 067	1 174	
Vote 4 - PLANNING & DEVELOPMENT	10 310	1 343	1 484	1 405	10 351	1 455	2 081	1 508	6 166	1 332	1 264	1 524	40 225	42 142	45 781	
Vote 5 - COMMUNITY & SOCIAL SERVICES	58 791	5 005	4 392	4 094	57 950	4 639	6 243	4 698	31 908	4 837	5 381	4 708	192 646	204 940	225 155	
Total Revenue by Vote	121 428	11 626	9 897	9 815	122 610	12 170	15 450	12 980	69 857	12 022	12 328	11 977	422 161	451 594	492 614	
Expenditure by Vote to be appropriated																
Vote1 - EXECUTIVE & COUNCIL	2 271	2 271	2 271	2 271	2 739	2 271	2 271	2 271	2 271	2 271	2 271	2 271	27 725	29 015	30 581	
Vote 2 - BUDGET & TREASURY OFFICE	2 985	2 985	2 985	2 985	4 327	2 985	2 985	2 985	2 985	2 985	2 985	2 985	70 880	105 057	110 801	117 036
Vote 3 - CORPORATE SERVICES	3 453	3 453	3 453	3 453	4 838	3 453	3 518	3 453	3 453	3 453	3 453	3 453	42 883	37 816	39 361	
Vote 4 - PLANNING & DEVELOPMENT	1 538	1 538	1 538	1 538	2 259	1 538	1 538	1 538	1 538	1 538	1 538	1 538	19 181	19 226	14 437	
Vote 5 - COMMUNITY & SOCIAL SERVICES	7 346	7 346	7 346	7 346	11 457	7 346	7 346	7 346	7 346	7 346	7 346	7 346	92 263	87 203	96 559	
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	17 606	17 606	17 961	17 606	23 686	17 961	17 606	17 606	17 961	17 606	17 606	17 961	218 772	235 849	250 702	
Total Expenditure by Vote	35 199	35 199	35 554	35 199	49 307	35 554	35 265	35 199	35 554	35 199	35 199	103 449	505 880	519 909	548 677	
Surplus/(Deficit) before assoc.	86 229	(23 573)	(25 658)	(25 384)	73 303	(23 384)	(19 816)	(22 219)	34 303	(23 177)	(22 871)	(91 473)	(83 720)	(68 315)	(56 063)	
Taxation													–	–	–	
Attributable to minorities													–	–	–	
Share of surplus/ (deficit) of associate													–	–	–	
Surplus/(Deficit)	86 229	(23 573)	(25 658)	(25 384)	73 303	(23 384)	(19 816)	(22 219)	34 303	(23 177)	(22 871)	(91 473)	(83 720)	(68 315)	(56 063)	

SA27 - Budgeted monthly revenue and expenditure (standard classification)

Description R thousand	Budget Year 2012/13												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Revenue - Standard															
Governance and administration	52 250	5 201	3 897	4 239	54 232	6 000	7 048	6 697	31 706	5 777	5 606	5 664	188 319	203 446	220 505
Executive and council													-	-	-
Budget and treasury office	52 096	5 013	3 725	4 034	53 911	5 862	6 893	6 443	31 501	5 606	5 452	5 456	185 992	200 886	217 689
Corporate services	155	188	172	205	321	138	155	255	205	172	155	207	2 327	2 560	2 816
Community and public safety	282	265	216	232	265	282	622	417	566	298	282	255	3 982	4 380	4 818
Community and social services	9	9	9	9	9	9	9	9	9	9	9	10	111	122	134
Sport and recreation													-	-	-
Public safety	273	256	207	223	256	273	612	408	556	289	273	246	3 871	4 258	4 684
Economic and environmental services	2 106	758	996	854	2 297	854	1 140	949	1 480	758	663	954	13 809	15 048	16 509
Planning and development	1 329	77	123	77	1 329	77	77	77	703	77	77	80	4 101	4 369	4 762
Road transport	768	672	863	768	959	768	1 054	863	768	672	577	864	9 597	10 557	11 612
Environmental protection	9	9	9	9	9	9	9	9	9	9	9	10	111	122	134
Trading services	66 790	5 401	4 788	4 490	65 815	5 035	6 639	4 916	36 106	5 188	5 777	5 104	216 051	228 720	250 782
Electricity	20 044	3 247	2 435	2 841	19 232	3 247	4 059	3 247	11 442	3 247	3 653	2 841	79 534	86 356	93 913
Water	37 223	1 516	1 685	1 011	37 223	1 179	1 853	1 179	19 538	1 348	1 516	1 685	106 955	111 953	123 991
Waste water management	268	238	268	238	238	208	328	268	298	238	208	179	2 978	3 276	3 604
Waste management	9 255	400	400	400	9 122	400	400	222	4 828	356	400	400	26 583	27 136	29 274
<i>Other</i>												-	-	-	-
Total Revenue - Standard	121 428	11 626	9 897	9 815	122 610	12 170	15 450	12 980	69 857	12 022	12 328	11 977	422 161	451 594	492 614
Expenditure - Standard															
Governance and administration	8 709	8 709	8 709	8 709	11 904	8 709	8 775	8 709	8 709	8 709	8 709	76 604	175 665	177 631	186 978
Executive and council	2 271	2 271	2 271	2 271	2 739	2 271	2 271	2 271	2 271	2 271	2 271	2 271	27 725	29 015	30 581
Budget and treasury office	2 985	2 985	2 985	2 985	4 327	2 985	2 985	2 985	2 985	2 985	2 985	2 985	70 880	105 057	110 801
Corporate services	3 453	3 453	3 453	3 453	4 838	3 453	3 518	3 453	3 453	3 453	3 453	3 453	42 883	37 816	39 361
Community and public safety	1 825	1 825	1 825	1 825	2 829	1 825	1 825	1 825	1 825	1 825	1 825	1 825	22 907	23 449	25 306
Community and social services	433	433	433	433	784	433	433	433	433	433	433	433	5 548	5 367	5 372
Sport and recreation	15	15	15	15	15	15	15	15	15	15	15	15	176	188	198
Public safety	1 377	1 377	1 377	1 377	2 031	1 377	1 377	1 377	1 377	1 377	1 377	1 377	17 182	17 894	19 736
Economic and environmental services	7 127	7 127	7 127	7 127	11 692	7 127	7 127	7 127	7 127	7 127	7 127	7 127	90 090	91 633	89 778
Planning and development	3 741	3 741	3 741	3 741	6 089	3 741	3 741	3 741	3 741	3 741	3 741	3 741	47 244	47 059	43 697
Road transport	2 914	2 914	2 914	2 914	4 775	2 914	2 914	2 914	2 914	2 914	2 914	2 914	36 832	38 386	40 344
Environmental protection	471	471	471	471	828	471	471	471	471	471	471	471	6 015	6 188	5 737
Trading services	17 538	17 538	17 893	17 538	22 881	17 893	17 538	17 538	17 893	17 538	17 538	17 893	217 218	227 196	246 614
Electricity	6 990	6 990	6 990	6 990	7 507	6 990	6 990	6 990	6 990	6 990	6 990	6 990	84 393	90 906	96 159
Water	7 310	7 310	7 665	7 310	10 690	7 665	7 310	7 310	7 665	7 310	7 310	7 665	92 518	101 272	108 606
Waste water management	170	170	170	170	232	170	170	170	170	170	170	170	2 104	2 224	2 344
Waste management	3 068	3 068	3 068	3 068	4 452	3 068	3 068	3 068	3 068	3 068	3 068	3 068	38 204	32 793	39 505
<i>Other</i>												-	-	-	-
Total Expenditure - Standard	35 199	35 199	35 554	35 199	49 307	35 554	35 265	35 199	35 554	35 199	35 199	103 449	505 880	519 909	548 677
Surplus/(Deficit) before assoc.	86 229	(23 573)	(25 658)	(25 384)	73 303	(23 384)	(19 816)	(22 219)	34 303	(23 177)	(22 871)	(91 473)	(83 720)	(68 315)	(56 063)
Share of surplus/ (deficit) of associate												-	-	-	-
Surplus/(Deficit)	86 229	(23 573)	(25 658)	(25 384)	73 303	(23 384)	(19 816)	(22 219)	34 303	(23 177)	(22 871)	(91 473)	(83 720)	(68 315)	(56 063)

SA28 - Budgeted monthly capital expenditure (municipal vote)

R thousand	July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Multi-year expenditure to be appropriated													-	-	-
Vote 1 - EXECUTIVE & COUNCIL													-	-	-
Vote 2 - BUDGET & TREASURY OFFICE													-	-	-
Vote 3 - CORPORATE SERVICES					200	200	200						600	-	-
Vote 4 - PLANNING & DEVELOPMENT													-	-	-
Vote 5 - COMMUNITY & SOCIAL SERVICES	397	397	397	397	397	397	397	397	397	397	397	397	4 761	-	-
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	8 489	8 489	8 489	8 489	8 489	8 489	8 489	8 489	8 489	8 489	8 489	101 874	78 524	76 382	
Capital multi-year expenditure sub-total	8 886	8 886	8 886	8 886	9 086	9 086	9 086	8 886	107 235	78 524	76 382				
Single-year expenditure to be appropriated													-	386	-
Vote 1 - EXECUTIVE & COUNCIL			100	100	186								-	386	-
Vote 2 - BUDGET & TREASURY OFFICE			100			139							-	239	95
Vote 3 - CORPORATE SERVICES	588	588	588	588	588	588	588	588	588	588	588	588	7 055	730	156
Vote 4 - PLANNING & DEVELOPMENT	398	398	398	398	398	398	398	398	398	398	398	398	4 773	3 055	-
Vote 5 - COMMUNITY & SOCIAL SERVICES	2 170	2 170	2 170	2 170	2 170	2 170	2 170	2 170	2 170	2 170	2 170	2 170	26 044	11 839	11 925
Vote 6 - INFRASTRUCTURE & DEVELOPMENT	4 047	4 047	4 047	4 047	4 047	4 047	4 047	4 047	4 047	4 047	4 047	4 047	48 569	87 285	109 500
Capital single-year expenditure sub-total	7 203	7 203	7 403	7 303	7 389	7 342	7 203	87 066	103 004	121 581					
Total Capital Expenditure	16 090	16 090	16 290	16 190	16 476	16 429	16 290	16 090	194 302	181 528	197 963				

SA29 - Budgeted monthly capital expenditure (standard classification)

Description R thousand	Budget Year 2012/13												Medium Term Revenue and Expenditure Framework			
	July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15	
Capital Expenditure - Standard																
Governance and administration	588	588	788	688	974	927	788	588	588	588	588	588	8 280	825	156	
Executive and council			100	100	186								–	386	–	–
Budget and treasury office			100			139							–	239	95	–
Corporate services	588	588	588	588	788	788	788	588	588	588	588	588	7 655	730	156	
Community and public safety	276	276	276	276	276	276	276	276	276	276	276	276	3 318	2 770	3 500	
Community and social services													–	–	–	–
Sport and recreation	59	59	59	59	59	59	59	59	59	59	59	59	713	270	–	–
Public safety	217	217	217	217	217	217	217	217	217	217	217	217	2 605	2 500	3 500	
Housing													–	–	–	–
Health													–	–	–	–
Economic and environmental services	3 329	3 329	3 329	3 329	3 329	3 329	3 329	3 329	3 329	3 329	3 329	3 329	39 943	40 527	59 077	
Planning and development	1 429	1 429	1 429	1 429	1 429	1 429	1 429	1 429	1 429	1 429	1 429	1 429	17 148	8 514	405	
Road transport	1 828	1 828	1 828	1 828	1 828	1 828	1 828	1 828	1 828	1 828	1 828	1 828	21 935	31 268	58 672	
Environmental protection	72	72	72	72	72	72	72	72	72	72	72	72	860	745	–	
Trading services	11 897	11 897	11 897	11 897	11 897	11 897	11 897	11 897	11 897	11 897	11 897	11 897	142 761	137 406	135 230	
Electricity	2 088	2 088	2 088	2 088	2 088	2 088	2 088	2 088	2 088	2 088	2 088	2 088	25 050	21 935	26 085	
Water	7 793	7 793	7 793	7 793	7 793	7 793	7 793	7 793	7 793	7 793	7 793	7 793	93 515	97 671	85 145	
Waste water management	833	833	833	833	833	833	833	833	833	833	833	833	10 000	15 000	16 000	
Waste management	1 183	1 183	1 183	1 183	1 183	1 183	1 183	1 183	1 183	1 183	1 183	1 183	14 197	2 800	8 000	
Other													–	–	–	
Total Capital Expenditure - Standard	16 090	16 090	16 290	16 190	16 476	16 429	16 290	16 090	16 090	16 090	16 090	16 090	194 302	181 528	197 963	

SA30 - Budgeted monthly cash flow

MONTHLY CASH FLOWS R thousand	Budget Year 2012/13												Medium Term Revenue and Expenditure Framework			
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15	
Cash Receipts By Source													1	47 676	52 670	58 185
Property rates	1 907	3 814	2 861	2 861	3 337	3 814	5 721	5 244	3 814	4 768	4 768	4 768	—	—	—	
Property rates - penalties & collection charges													36 647	40 485	44 725	
Service charges - electricity revenue	4 031	2 932	2 199	2 565	3 298	2 932	3 665	2 932	3 298	2 932	3 298	2 565	15 211	16 804	18 564	
Service charges - water revenue	1 065	1 369	1 521	913	1 065	1 065	1 673	1 065	1 369	1 217	1 369	1 521	2 689	2 971	3 282	
Service charges - sanitation revenue	242	215	242	215	215	188	296	242	269	215	188	161	4 014	4 434	4 899	
Service charges - refuse revenue	361	361	361	361	241	361	361	201	361	321	361	361	656	724	800	
Service charges - other	—	—	—	—	—	—	262	197	197	—	—	—	—	—	—	
Rental of facilities and equipment	90	120	105	135	240	75	90	180	135	105	90	135	1 503	1 661	1 834	
Interest earned - external investments	154	695	463	772	386	1 543	463	540	2 315	232	77	77	7 717	8 489	9 338	
Interest earned - outstanding debtors													—	—	—	
Dividends received													—	—	—	
Fines	134	119	74	89	119	134	179	60	194	149	134	104	1 490	1 646	1 818	
Licences and permits	—	—	42	—	—	—	—	—	—	—	—	—	42	47	51	
Agency services	690	604	776	690	862	690	948	776	690	604	517	776	8 622	9 525	10 523	
Transfer receipts - operational	111 465	—	—	—	111 465	—	—	—	55 733	—	—	—	278 664	293 747	318 982	
Other revenue	336	336	336	336	336	336	336	336	336	336	336	352	4 047	4 471	4 939	
Cash Receipts by Source	120 476	10 565	8 981	8 937	121 566	11 139	13 995	11 772	68 711	10 878	11 139	10 822	408 979	437 674	477 942	
Other Cash Flows by Source													—	145 585	147 284	162 432
Transfer receipts - capital	58 234					58 234							—	—	—	
Contributions recognised - capital & Contributed assets													29 117			
Proceeds on disposal of PPE													—	—	—	
Short term loans													—	—	—	
Borrowing long term/refinancing													—	—	—	
Increase (decrease) in consumer deposits													—	—	—	
Decrease (Increase) in non-current debtors													—	—	—	
Decrease (increase) other non-current receivables													—	—	—	
Decrease (increase) in non-current investments													—	—	—	
Total Cash Receipts by Source	178 710	10 565	8 981	8 937	179 800	11 139	13 995	11 772	97 828	10 878	11 139	10 822	554 564	584 958	640 373	
Cash Payments by Type																
Employee related costs	14 108	14 108	14 108	14 108	28 216	14 108	14 108	14 108	14 108	14 108	14 108	14 108	183 403	193 583	204 155	
Remuneration of councillors	1 436	1 436	1 436	1 436	1 436	1 436	1 436	1 436	1 436	1 436	1 436	1 436	17 231	18 341	19 332	
Finance charges			355			355			355				355	1 420	1 499	
Bulk purchases - Electricity	4 768	4 768	4 768	4 768	4 768	4 768	4 768	4 768	4 768	4 768	4 768	4 768	57 222	60 426	63 689	
Bulk purchases - Water & Sewer	108	108	108	108	108	108	108	108	108	108	108	108	108	1 301	1 374	
Other materials	90	90	90	90	90	90	90	90	90	90	90	90	90	1 085	1 146	
Contracted services	664	664	664	664	664	664	664	664	664	664	664	664	664	7 966	8 412	
Transfers and grants - other municipalities													—	—	—	
Transfers and grants - other								66					66	69	73	
Other expenditure	14 024	14 024	14 024	14 024	14 024	14 024	14 024	14 024	14 024	14 024	14 024	14 024	168 292	163 362	172 746	
Cash Payments by Type	35 199	35 199	35 554	35 199	49 307	35 554	35 265	35 199	35 554	35 199	35 199	35 554	437 985	448 212	473 108	
Other Cash Flows/Payments by Type																
Capital assets	16 090	16 090	16 290	16 190	16 476	16 429	16 290	16 090	16 090	16 090	16 090	16 090	194 302	181 528	197 963	
Repayment of borrowing													—	—	—	
Other Cash Flow s/Payments													—	—	—	
Total Cash Payments by Type	51 289	51 289	51 844	51 389	65 783	51 983	51 555	51 289	51 644	51 289	51 289	51 644	632 287	629 740	671 070	
NET INCREASE/(DECREASE) IN CASH HELD	127 421	(40 724)	(42 863)	(42 452)	114 017	(40 844)	(37 560)	(39 517)	46 184	(40 411)	(40 150)	(40 822)	(77 723)	(44 782)	(30 697)	
Cash/cash equivalents at the month/year begin:	127 421	86 697	43 834	1 382	115 398	74 554	36 994	(2 523)	43 661	3 250	(36 900)	(77 723)	(77 723)	(122 505)	(153 202)	
Cash/cash equivalents at the month/year end:	127 421	86 697	43 834	1 382	115 398	74 554	36 994	(2 523)	43 661	3 250	(36 900)	(77 723)	(77 723)	(122 505)	(153 202)	

2.4 Contracts having future budgetary implications

In terms of the municipality's Supply Chain Management Policy, no contracts are awarded beyond the medium-term revenue and expenditure framework (three years). In ensuring adherence to this contractual time frame limitation, all reports submitted to either the Bid Evaluation and Adjudication Committees must obtain formal financial comments from the Financial Management Division of the Treasury Department.

2.5 Capital expenditure details

The following three tables present details of the municipality's capital expenditure programme, firstly on new assets, then the renewal of assets and finally on the repair and maintenance of assets.

SA 34a - Capital expenditure on new assets by asset class

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure	59 083	47 134	–	66 583	66 583	66 583	41 781	56 505	52 100
Infrastructure - Road transport	39 532	–	–	23 790	23 790	23 790	6 481	13 500	–
Roads, Pavements & Bridges	39 532			23 790	23 790	23 790	6 481	13 500	
Storm water				–	–	–			
Infrastructure - Electricity	6 045	14 792	–	19 383	19 383	19 383	23 600	20 400	25 100
Generation				–	–	–			
Transmission & Reticulation	6 045	14 792		19 383	19 383	19 383	23 600	20 400	25 100
Street Lighting				–	–	–			
Infrastructure - Water	13 505	32 342	–	13 410	13 410	13 410	700	6 605	10 000
Dams & Reservoirs				13 410	13 410	13 410			
Water purification				–					
Reticulation	13 505	32 342		–			700	6 605	10 000
Infrastructure - Sanitation	–	–	–	10 000	10 000	10 000	10 000	15 000	16 000
Reticulation				10 000	10 000	10 000	10 000	15 000	16 000
Sewerage purification				–					
Infrastructure - Other	–	–	–	–	–	–	1 000	1 000	1 000
Waste Management							1 000	1 000	1 000
Community	245	131	–	5 048	5 048	5 048	1 400	1 400	1 200
Parks & gardens				1 638	1 638	1 638			
Community halls									
Libraries									
Recreational facilities									
Fire, safety & emergency	245	–		1 010	1 010	1 010	1 200	1 200	1 200
Security and policing									
Buses									
Clinics									
Museums & Art Galleries									
Cemeteries							200	200	
Social rental housing									
Other		131		2 400	2 400	2 400			
Other assets	8 955	13 738	–	12 537	12 537	12 537	29 916	16 524	16 025
General vehicles	726	1 790		700	700	700	1 650	2 210	1 670
Specialised vehicles	36	–	–	6 100	6 100	6 100	1 800	1 800	6 000
Plant & equipment	1 416	3 777		942	942	942	20 279	7 724	8 240
Computers - hardware/equipment	5 719	1 427		46	46	46	593	70	50
Furniture and other office equipment	958	681		50	50	50	893	223	65
Abattoirs							680		
Markets									
Civic Land and Buildings									
Other Buildings									
Other Land									
Surplus Assets - (Investment or Inventory)									
Other	100	425		4 699	4 699	4 699	4 022	4 497	–
Intangibles	–	–	–	1 900	1 900	1 900	–	–	–
Computers - software & programming									
Comprehensive Infrastructure, roads and stormwater plan				400	400	400			
Cost recovery				1 500	1 500	1 500			
Total Capital Expenditure on new assets	68 283	61 003	–	86 067	86 067	86 067	73 097	74 429	69 325
Specialised vehicles	36	–	–	6 100	6 100	6 100	1 800	1 800	6 000
Refuse	36			6 100	6 100	6 100	800	800	4 000
Fire									
Conservancy							1 000	1 000	2 000
Ambulances									

SA34b - Capital expenditure on the renewal of existing assets by asset class

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure	47 249	68 203	-	64 879	64 879	64 879	116 443	102 099	128 638
Infrastructure - Road transport	-	1 550	-	600	600	600	13 988	12 528	53 292
Roads, Pavements & Bridges		1 550		600	600	600	13 988	12 528	53 292
Storm water									
Infrastructure - Electricity	439	-	-	6 200	6 200	6 200	6 173	16 920	2 206
Generation									
Transmission & Reticulation	439	-		6 200	6 200	6 200	6 173	16 920	2 206
Street Lighting									
Infrastructure - Water	46 597	64 128	-	58 079	58 079	58 079	90 415	72 651	73 140
Dams & Reservoirs	2 998	989							
Water purification		4 947							
Reticulation	43 599	58 191		58 079	58 079	58 079	90 415	72 651	73 140
Infrastructure - Sanitation	213	556	-	-	-	-	-	-	-
Reticulation		556							
Sewerage purification									
Infrastructure - Other	-	1 970	-	-	-	-	5 868	-	-
Waste Management		1 970					5 868		
Transportation									
Gas									
Other									
Community	-	211	-	4 200	4 200	4 200	4 761	5 000	-
Parks & gardens		211							
Sportsfields & stadia									
Swimming pools									
Community halls									
Libraries									
Heritage assets	-	-	-	-	-	-	-	-	-
Buildings									
Other									
Investment properties	-	-	-	-	-	-	-	-	-
Housing development									
Other									
Other assets	256	808	-	750	750	750	-	-	-
General vehicles									
Specialised vehicles									
Civic Land and Buildings									
Other Buildings	256	808		750	750	750			
Other Land									
Surplus Assets - (Investment or Inventory)									
Other									
Total Capital Expenditure on renewal of existing	47 505	69 223	-	69 829	69 829	69 829	121 205	107 099	128 638

SA34c - Repairs and maintenance expenditure by asset class

Description R thousand	2008/9	2009/10	2010/11	Current Year 2011/12			2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	71 741	111 368	-	120 101	120 101	120 101	113 507	124 770	134 859
Infrastructure - Road transport	9 174	14 420	-	20 041	20 041	20 041	19 131	20 203	21 293
Roads, Pavements & Bridges	9 174	14 420		20 041	20 041	20 041	19 131	20 203	21 293
Storm water	-	-		-	-	-			
Infrastructure - Electricity	3 521	5 000	-	7 433	7 433	7 433	9 495	10 027	10 569
Generation	-	-		-	-	-			
Transmission & Reticulation	3 521	5 000		7 433	7 433	7 433	9 495	10 027	10 569
Street Lighting	-	-		-	-	-			
Infrastructure - Water	48 643	76 692	-	70 716	70 716	70 716	60 861	69 285	76 487
Dams & Reservoirs	-	-		-	-	-			
Water purification	18 062	39 059		21 729	21 729	21 729	60 861	69 285	76 487
Reticulation	30 581	37 632		48 987	48 987	48 987			
Infrastructure - Sanitation	1 200	1 860	-	2 351	2 351	2 351	1 736	1 835	1 935
Reticulation	1 175	1 821		2 320	2 320	2 320	1 736	1 835	1 935
Sewerage purification	25	39		31	31	31			
Infrastructure - Other	9 204	13 396	-	19 560	19 560	19 560	22 283	23 419	24 576
Waste Management	9 204	13 396		19 560	19 560	19 560	22 283	23 419	24 576
Transportation									
Gas									
Other									
Community	36	13	-	40	40	40	43	45	48
Parks & gardens	36	13		40	40	40	43	45	48
Other assets	7 215	11 592	-	6 594	6 594	6 594	6 637	7 009	7 388
General vehicles	3 586	7 792		4 882	4 882	4 882	619	655	690
Specialised vehicles	-	-	-	-	-	-	1 959	2 069	2 181
Plant & equipment							2 901	3 063	3 228
Computers - hardware/equipment	115	25					59	62	66
Furniture and other office equipment	313	376		242	242	242	167	177	186
Abattoirs									
Markets									
Civic Land and Buildings									
Other Buildings	868	1 628		850	850	850	895	946	997
Other Land									
Surplus Assets - (Investment or Inventory)									
Other	2 334	1 771		621	621	621	35	37	40
Total Repairs and Maintenance Expenditure	78 992	122 974	-	126 736	126 736	126 736	120 186	131 824	142 295

Specialised vehicles	-	-	-	-	-	-	1 959	2 069	2 181
Refuse							1 915	2 022	2 131
Fire							45	47	50
Conservancy									
Ambulances									

2.6 Legislation compliance status

Compliance with the MFMA implementation requirements have been substantially adhered to through the following activities:

1. In year reporting

Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Executive Mayor (within 10 working days).

2. Internship programme

The municipality is participating in the Municipal Financial Management Internship programme and has employed five interns undergoing training in various divisions of the Financial Services Department. Of the five interns no one has been appointed permanently. They are expected to complete their two year contract on 30 June 2012, an extension for one year has been granted by National Treasury. Since the introduction of the Internship programme the municipality has successfully employed and trained 4 interns through this programme. Budget and Treasury Office The Budget and Treasury Office has been established in accordance with the MFMA.

3. Audit Committee

An Audit Committee has been established and is fully functional.

4. Service Delivery and Implementation Plan

5.

The detail SDBIP document is at a draft stage and will be finalised after approval of the 2012/13 MTREF in May 2012 directly aligned and informed by the 2012/13 MTREF.

6. Annual Report

Annual report is compiled in terms of the MFMA and National Treasury requirements.

2.7 Other supporting documents

Table SA1 - Supporting detail to budgeted financial performance

Description	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
R thousand										
REVENUE ITEMS:										
<u>Property rates</u>										
Total Property Rates	23 084	35 577	29 015	73 000	73 000	73 000	73 000	80 300	88 330	97 163
less Revenue Foregone				25 000	25 000	25 000	25 000	27 500	30 250	33 275
Net Property Rates	23 084	35 577	29 015	48 000	48 000	48 000	48 000	52 800	58 080	63 888
<u>Service charges - electricity revenue</u>										
Total Service charges - electricity revenue	24 202	28 071	32 895	46 896	46 896	46 896	46 896	51 586	56 744	62 419
less Revenue Foregone				10 000	10 000	10 000	10 000	11 000	12 100	13 310
Net Service charges - electricity revenue	24 202	28 071	32 895	36 896	36 896	36 896	36 896	40 586	44 644	49 109
<u>Service charges - water revenue</u>										
Total Service charges - water revenue	7 693	9 119	17 553	16 998	16 998	16 998	16 998	18 698	20 567	22 624
less Revenue Foregone				1 684	1 684	1 684	1 684	1 852	2 037	2 241
Net Service charges - water revenue	7 693	9 119	17 553	15 314	15 314	15 314	15 314	16 845	18 530	20 383
<u>Service charges - sanitation revenue</u>										
Total Service charges - sanitation revenue	2 771	2 270	3 948	2 708	2 708	2 708	2 708	2 978	3 276	3 604
less Revenue Foregone										
Net Service charges - sanitation revenue	2 771	2 270	3 948	2 708	2 708	2 708	2 708	2 978	3 276	3 604
<u>Service charges - refuse revenue</u>										
Total refuse removal revenue	3 144	3 343	948	4 041	4 041	4 041	4 041	4 445	4 890	5 379
Total landfill revenue										
Net Service charges - refuse revenue	3 144	3 343	948	4 041	4 041	4 041	4 041	4 445	4 890	5 379
<u>Other Revenue by source</u>										
Fuel levy										
Other revenue										
	22 618	22 860	5 256	4 145	4 078	4 078	4 078	4 482	4 930	5 424
Total 'Other' Revenue	22 618	22 860	5 256	4 145	4 078	4 078	4 078	4 482	4 930	5 424

Table SA1 - Supporting detail to budgeted financial performance (Continued)

Description	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
R thousand										
EXPENDITURE ITEMS:										
Employee related costs										
Basic Salaries and Wages	56 576	56 823		104 021	104 021	104 021	104 021	115 651	122 127	128 722
Pension and UIF Contributions	14 764	19 684		26 003	26 003	26 003	26 003	26 520	28 014	29 530
Medical Aid Contributions				5 240	5 240	5 240	5 240	4 311	4 555	4 801
Overtime	9 172	12 566		14 984	14 146	14 146	14 146	10 635	11 241	11 849
Performance Bonus	4 212	4 630		8 566	8 566	8 566	8 566	9 335	9 860	10 393
Motor Vehicle Allowance	15 811	33 904		10 238	10 238	10 238	10 238	7 630	8 061	8 496
Cellphone Allowance				1 500	1 500	1 500	1 500	998	1 055	1 112
Housing Allowances	1 204	1 088		1 063	1 063	1 063	1 063	291	298	314
Other benefits and allowances				169	169	169	169	6 033	6 371	6 715
Payments in lieu of leave					1 500	1 500	1 500	1 500	1 500	1 725
Long service awards					500	500	500	500	500	500
Post-retirement benefit obligations										
<i>sub-total</i>	101 740	128 696	–	171 784	172 946	172 946	172 946	183 403	193 583	204 155
<i>Less: Employees costs capitalised to PPE</i>										
Total Employee related costs	101 740	128 696	–	171 784	172 946	172 946	172 946	183 403	193 583	204 155
Contributions recognised - capital										
<i>List contributions by contract</i>										
Total Contributions recognised - capital	–	–	–	–	–	–	–	–	–	–
Depreciation & asset impairment										
Depreciation of Property, Plant & Equipment	30 271	32 583		5 521	50 000	50 000	50 000	52 700	55 651	58 656
Lease amortisation	–	–		1 916	1 907	1 907	1 907	–	2 020	2 133
Capital asset impairment										
Depreciation resulting from revaluation of PPE										
Total Depreciation & asset impairment	30 271	32 583	–	7 438	51 907	51 907	51 907	54 720	57 784	60 905
Bulk purchases										
Electricity Bulk Purchases	26 575	40 103		54 290	54 290	54 290	54 290	57 222	60 426	63 689
Water Bulk Purchases	561	979		1 235	1 235	1 235	1 235	1 301	1 374	1 449
Total bulk purchases	27 136	41 082	–	55 525	55 525	55 525	55 525	58 523	61 800	65 138
Transfers and grants										
Cash transfers and grants	–	–	–	62	69	69	69	66	69	73
Non-cash transfers and grants	–	–	–	–	–	–	–	–	–	–
Total transfers and grants	–	–	–	62	69	69	69	66	69	73
Contracted services										
Transport of money	228	255		281	281	281	281	296	312	329
Security	3 121	5 231		4 277	6 025	6 025	6 025	4 508	4 760	5 027
Fleet Management	–	–		3 000	2 086	2 086	2 086	3 162	3 339	3 519
<i>sub-total</i>	3 349	5 486	–	7 557	8 391	8 391	8 391	7 966	8 412	8 875
Allocations to organs of state:										
Electricity										
Water										
Sanitation										
Other										
Total contracted services	3 349	5 486	–	7 557	8 391	8 391	8 391	7 966	8 412	8 875

Table SA1 - Supporting detail to budgeted financial performance (Continued)

Description	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
R thousand										
Other Expenditure By Type										
Collection costs										
Contributions to 'other' provisions										
Consultant fees	3 108	4 580		1 823	1 383	1 383	1 383	1 914	2 001	2 179
Audit fees	581	1 562		1 500	1 643	1 643	1 643	1 581	1 670	1 760
General expenses	19 991	34 152		20 599	24 714	24 714	24 714	27 681	27 081	25 999
Data cleansing	–	–		1 000	900	900	900	1 054	1 113	1 173
Courier costs & postages	199	243		298	303	303	303	314	332	350
Debtors Data Collection	–	268		635	635	635	635	669	707	745
Contractors-Repairs & Maintenance of Assets	17 956	54 267		25 135	28 416	28 416	28 416	34 711	41 560	47 156
Rental of Equipments, buildings & Landfill site	3 335	6 886		6 692	7 213	7 213	7 213	7 187	7 688	8 221
Water Quality Monitoring	910	1 350		2 124	1 924	1 924	1 924	2 239	2 364	2 492
Compilation of supplementary valuation roll	1 329	5		3 700	3 700	3 700	3 700	3 900	4 118	4 341
Chemicals	17 153	37 709		12 775	11 775	11 775	11 775	13 465	14 219	14 987
Telephone (rental)	3 066	3 052		3 368	3 368	3 368	3 368	3 549	3 748	3 951
Training	823	1 260		1 389	1 366	1 366	1 366	1 473	1 522	1 772
Fuel & oil	5 193	5 057		5 419	6 794	6 794	6 794	5 901	6 231	6 568
Legal fees	3 199	6 812		1 000	1 500	1 500	1 500	1 054	1 113	1 173
Projects	872	1 305		1 362	1 342	1 342	1 342	1 435	1 515	1 597
FMS support services	75	95		2 000	2 000	2 000	2 000	2 108	2 226	2 346
IT Connectivity	1 450	4 836		3 929	3 429	3 429	3 429	4 141	4 373	4 609
Electricity New Connections	1 177	1 872		3 368	3 368	3 368	3 368	3 549	3 748	3 951
EAP programme	–	128		225	225	225	225	237	250	263
Continued Medical Contract	119	102		146	166	166	166	154	162	171
Entrance control contract	–	–		149	1	1	1	157	165	174
Systems Development support	210	230		270	247	247	247	260	320	300
Asset Register	210	161		800	863	863	863	843	890	939
Contribution to CRR	–	–		17 667	22 590	22 590	22 590	48 716	34 244	35 531
Total 'Other' Expenditure	80 956	165 930	–	117 370	129 864	129 864	129 864	168 292	163 362	172 746
Repairs and Maintenance										
Employee related costs	78 992	122 974	–	126 736	126 736	126 736	126 736	120 186	131 824	142 295
Other materials										
Contracted Services										
Other Expenditure	17 956	54 267		25 135	28 416	28 416	28 416	33 765	40 560	46 102
Total Repairs and Maintenance Expenditure	96 948	177 241	–	151 871	155 152	155 152	155 152	153 951	172 384	188 397

Table SA2 – Matrix financial performance budget (revenue source/expenditure type and department)

Description	Vote1 - EXECUTIVE & COUNCIL	Vote 2 - BUDGET & TREASURY OFFICE	Vote 3 - CORPORATE SERVICES	Vote 4 - PLANNING & DEVELOPME NT	Vote 5 - COMMUNITY & SOCIAL SERVICES	Vote 6 - INFRASTRU CTURE & DEVELOPME NT	Total
R thousand							
Revenue By Source							
Property rates		52 800					52 800
Property rates - penalties & collection charges							–
Service charges - electricity revenue					40 586	40 586	
Service charges - water revenue					16 845	16 845	
Service charges - sanitation revenue					2 978	2 978	
Service charges - refuse revenue					4 445	4 445	
Service charges - other					726	726	
Rental of facilities and equipment			1 665				1 665
Interest earned - external investments		7 717					7 717
Interest earned - outstanding debtors			7				7
Dividends received					1 650	1 650	
Fines							47
Licences and permits				47			9 549
Agency services					9 549	9 549	
Other revenue		1 131		923	1 717	48	4 482
Transfers recognised - operational		124 337	662		22 138	132 189	278 664
Gains on disposal of PPE							–
Total Revenue (excluding capital transfers and	–	185 992	2 327	970	40 225	192 646	422 161
Expenditure By Type							
Employee related costs	6 074	17 451	18 010	9 373	53 450	79 045	183 403
Remuneration of councillors	17 231						17 231
Debt impairment		13 175					13 175
Depreciation & asset impairment	183	52 848	566	83	353	688	54 720
Finance charges						1 420	1 420
Bulk purchases						58 523	58 523
Other materials		295	140	62	383	206	1 085
Contracted services		3 458			4 508		7 966
Transfers and grants			66				66
Other expenditure	4 236	17 831	24 102	9 663	33 581	78 879	168 292
Loss on disposal of PPE							–
Total Expenditure	27 725	105 057	42 883	19 181	92 275	218 760	505 880
Surplus/(Deficit)							
Transfers recognised - capital	(27 725)	80 935	(40 556)	(18 211)	(52 049)	(26 114)	(83 720)
Contributions recognised - capital						145 585	145 585
Contributed assets							–
Surplus/(Deficit) after capital transfers & contributions	(27 725)	80 935	(40 556)	(18 211)	(52 049)	119 471	61 866

Table SA3 – Supporting detail to Statement of Financial Position

Description	2008/9	2009/10	2010/11	Current Year 2011/12				2012/13 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
R thousand										
ASSETS										
Call investment deposits										
Call deposits < 90 days	86 166	35 000		50 000	5 000	5 000	5 000	5 000	5 000	5 000
Other current investments > 90 days	–	–		–	–	–	–	–	–	–
Total Call investment deposits	86 166	35 000	–	50 000	5 000	5 000	5 000	5 000	5 000	5 000
Consumer debtors										
Consumer debtors	18 039	23 731		26 639	34 718	34 718	34 718			
Less: Provision for debt impairment	–	–		(1 200)	(12 500)	(12 500)	(12 500)			
Total Consumer debtors	18 039	23 731	–	25 439	22 218	22 218	22 218	–	–	–
Debt impairment provision										
Balance at the beginning of the year				1 200	12 500	12 500	12 500			
Contributions to the provision										
Bad debts written off								(11 274)	(11 274)	
Balance at end of year	–	–	–	1 200	12 500	1 226	1 226	–	–	–
Property, plant and equipment (PPE)										
PPE at cost/valuation (excl. finance leases)	704 543	767 165		1 021 871	1 021 871	1 021 871	1 021 871			
Leases recognised as PPE	4 470	–		–	–	–	–			
Less: Accumulated depreciation	30 271	32 583		7 438	50 000	50 000	50 000			
Total Property, plant and equipment (PPE)	678 742	734 582	–	1 014 434	971 871	971 871	971 871	–	–	–
LIABILITIES										
Current liabilities - Borrowing										
Short term loans (other than bank overdraft)	–	–		–	–	–	–			
Current portion of long-term liabilities	2 253	2 524		1 148	1 148	1 148	1 148	1 148	1 148	1 148
Total Current liabilities - Borrowing	2 253	2 524	–	1 148	1 148	1 148	1 148	1 148	1 148	1 148
Trade and other payables										
Trade and other creditors	30 230	59 709		66 836	20 632	20 632	20 632	20 632	20 632	20 632
Unspent conditional transfers	19 938	25 564		–	–	–	–			
VAT	–	–		–	–	–	–			
Total Trade and other payables	50 168	85 273	–	66 836	20 632	20 632	20 632	20 632	20 632	20 632
Non current liabilities - Borrowing										
Borrowing	5 592	4 528		1 911	1 911	1 911	1 911	1 911	1 911	1 911
Finance leases (including PPP asset element)	4 100	2 911		–	–	–	–			
Total Non current liabilities - Borrowing	9 692	7 439	–	1 911	1 911	1 911	1 911	1 911	1 911	1 911
Provisions - non-current										
Retirement benefits										
List other major provision items										
Refuse landfill site rehabilitation										
Other										
Total Provisions - non-current	–	–	–	–	2 000	2 000	2 000	2 000	2 000	2 000
CHANGES IN NET ASSETS										
Accumulated Surplus/(Deficit)										
Accumulated Surplus/(Deficit) - opening balance	659 319	763 965		834 194	849 249	849 249	849 249	849 249	849 249	849 249
GRAP adjustments	–	–		–	–	–	–	–	–	–
Restated balance	659 319	763 965		834 194	849 249	849 249	849 249	849 249	849 249	849 249
Surplus/(Deficit)	62 651	(21 890)	304 057	131 393	74 447	72 924	72 924	61 866	78 968	106 369
Appropriations to Reserves										
Transfers from Reserves										
Depreciation offsets										
Other adjustments										
Accumulated Surplus/(Deficit)	721 970	742 076	304 057	965 587	923 696	922 174	922 174	911 115	928 218	955 618
Reserves										
Housing Development Fund										
Capital replacement										
Self-insurance										
Other reserves										
Revaluation										
Total Reserves	–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	721 970	742 076	304 057	965 587	923 696	922 174	922 174	911 115	928 218	955 618

2.8 Municipal manager's quality certificate

I Muzi Daniel Ngwenya municipal manager of Nkomazi Municipality, hereby certify that the annual budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the annual budget and supporting documents are consistent with the Integrated Development Plan of the municipality.



M.D. NGWENYA
MUNICIPAL MANAGER
NKOMAZI LOCAL MUNICIPALITY – MP324

28 March 2012
DATE